

Al-Saudia Virtual Academy
Pakistan Online Tuition – Online Tutor Pakistan

M.A (PREVIOUS) EXTERNAL ANNUAL EXAMINATION 1999

“ECONOMICS” (PAPER-II) 1999

“PUBLIC FINANCE”

Time allowed: Three Hours

Max.Marks:100

INSTRUCTIONS: 1) Attempt any five questions.

2) All questions carry equal marks.

1. What are the problems which confront an economy working for attaining pare to Optimum allocation of resources? How can government intervention help achieve pare to optimum.
2. Discuss merits and demerits of at least three methods of public Sector Project evaluation. Which in your opinion is superior method and way?
3. Compare various approaches to measure the ability to pay of an individual for the purpose of Taxation? Which one of these approaches do you consider as the most suitable? And why?
4. How can Fiscal public alter different components of Aggregate Demand to accomplish the goal of full employment level of output.
5. Explain the economic implications of External and implications of External and Internal Debt for a developing country like Pakistan.
6. Explain with the help of diagram how levying of Income Tax can alter Individual's choice between leisure and work?
7. What are essentials of a good Budget? Should the government always aim at 'Balanced Budget'?
8. Distinguish between 'Impact' and 'Incidence' of Tax. Explain how (a) Seller's ability to shift the tax and (b) buyers' ability to avoid the tax depends upon price Elasticity of supply and price Elasticity of demand respectively?
9. Elucidates how does government expenditure influence the distribution of Income?
10. Write short notes on any Two of the following:
 - (i) Merit goods.
 - (ii) Cause of growth of public Sector expenditures.
 - (iii) Principles of Taxation.
 - (iv) Private V/s public Finance.