



B.A. III Year (Model Paper-A)

Sub. : International, Development, Public Finance

Time Allowed : 3 Hours

Max. Marks : 50

Q.1 Objective Type Questions (20x1)

1. The theory of reciprocal demand is given by
 - a) Adam Smith
 - b) David Ricardo
 - c) J.B. Mill
 - d) None of the above
2. Trade based on comparative advantage is given by
 - a) Adam Smith
 - b) J.S. Mill
 - c) D. Ricardo
 - d) Haberler
3. The theory of Adam Smith is known as
 - a) Absolute Advantage theory
 - b) Comparative cost theory
 - c) Both A & B
 - d) None of the above
4. The theory given by Hirschman is
 - a) Balanced growth
 - b) Unbalanced growth
 - c) Agricultural growth
 - d) Industrial growth
5. Which one of the following shows the knife-edge equilibrium
 - a) $G = G_w$
 - b) $G = G_n$
 - c) $G_w = G_n$
 - d) $G_w = G_n = G$
6. Lewis has divided economy in :-
 - a) Two sectors
 - b) Three sectors
 - c) Four sectors
 - d) Single sector
7. Solow Model is given as :-
 - a) Long Run Model
 - b) Short run model
 - c) Both A & B
 - d) None of the above
8. Which is the main source of revenue
 - a) Non tax revenue
 - b) Tax revenue
 - c) Both A & B
 - d) None of the above
9. Sustainable wages are given to -
 - a) agriculture sector
 - b) industrial sector
 - c) Both A & B
 - d) None of the above
10. Corporate Tax is -
 - a) Direct Tax
 - b) Indirect Tax
 - c) Both A & B
 - d) None of the above
11. Wagner's Law is related with
 - a) Public Debt
 - b) Public revenue
 - c) Public expenditure
 - d) None of the above
12. Exclusion principle works in -
 - a) Private goods
 - b) Social goods
 - c) Public goods
 - d) None of the above
13. Knife edge problem occurs in which growth model
 - a) Solow Model
 - b) Harrod Omar Model
 - c) Lewis Model
 - d) Rains -Fei Model

14. How many growth rates are given by Harrod Domar
a) Direct Tax b) Indirect Tax c) Both a & b d) None of the above
15. According to Leueis labour is
a) Limited b) Unlimited c) Both a & b d) None of the above
16. Canons of tax atrai are related with
a) Findley sherres b) Adam Smith c) J.R. Hicks d) Dalton
17. Taxation is related to which policy
a) Fiscal policy b) Monetary policy c) Taxation policy d) All of the above
18. Development in few sectors of the economy is known as
a) Balance growth b) Unbalanced growth
c) Industrial growth d) None of the above
19. Roads are considered as-
a) Public goods b) Private goods
c) Merit goods d) None of the above
20. Tax Eausion is possible in which of the following cases.
a) Indirect tax b) Direct tax
c) Property tax d) Wealth tax

Q.2 Long Questions (20x4)

Section -A

- (i.) Explain the theory of comparative cost advantage by David pcardo
(ii.) Explain the H.O theory of international trade
(iii.) Distinguish between fixed and flexible exchange rate.

Section -B

- (i) Explain the concept of balanced and unbalanced growth.
(ii) Explain the growth model of Harrool-Domar
(iii) Explain the long run growth model of solow.

Section -C

- (i) Discuss the following
a) Public goods
b) Private goods
c) Nature & scope of P.F.
(ii) Distinguish between impact, incidence & shifting of taxation.
(iii) Explain the fiscal policy & its main instruments



B.A. III Year (Model Paper-B)
Sub. : J.E, D.E, P.F (Paper-I)

Time Allowed : 3 Hours

Max. Marks : 50

Q.1 Objective Questions (20x1)

1. The theory of international trade given by J.S. Mill is known as :-
 - a) Theory of reciprocal demand
 - b) Comparative cost theory
 - c) Opportunity cost theory
 - d) None of the above
2. The Ricardo's law of comparative cost advantage is based on :-
 - a) Opportunity cost
 - b) Labor theory of value
 - c) Law of diminishing returns
 - d) All of the above.
3. Who has given the theory based on absolute advantage.
 - a) Adam Smith
 - b) David Ricardo
 - c) J.S. Mill
 - d) None of the above
4. Hirschman is related to which theory.
 - a) Balanced growth
 - b) Unbalanced growth
 - c) Agricultural growth
 - d) Industrial growth
5. Which one of the following implies knife-edge equilibrium
 - a) $G = G_w$
 - b) $G = G_n$
 - c) $G_w = G_n$
 - d) $G_w = G_n = G$
6. Levis has divided economy in :-
 - a) Two sectors
 - b) Three sectors
 - c) Four sectors
 - d) Single sector
7. According to Levis sustainable wages are given to which sector.
 - a) Agricultural sector
 - b) Industrial sector
 - c) Both a & b
 - d) None of the above
8. Who has given the long run growth model.
 - a) Harrot Domar
 - b) Solow
 - c) Leuis
 - d) Nurkse
9. Which is the main source of revenue for goal.
 - a) Tax revenue
 - b) Non tax revenue
 - c) Both a & b
 - d) None of the above
10. Wagner's law is related with :
 - a) Public revenue
 - b) Public expenditure
 - c) Public Debt
 - d) None of the above
11. Exclusion principle work in case of :-
 - a) Private goods
 - b) Social goods
 - c) Public goods
 - d) None of the above
12. Which is indirect tax -
 - a) Corporate tax
 - b) Property tax
 - c) Value Added tax
 - d) None of the above
13. The number of tax payers assumed in optimal budget
 - a) 2
 - b) 3
 - c) 4
 - d) 5

14. Tax evasion is possible in which of the following -
 a) Indirect tax b) Direct tax c) Both a & b d) none of the above
15. Development in all the sectors in the economy is known as -
 a) Balanced growth b) Unbalanced growth
 c) Industrial Development d) None of the above
16. Canons of taxation are related with :
 a) Findley Shiraj b) Adam Smith
 c) J.R. Hicks d) Dalton
17. Knife-Edge problem occurs in which growth model.
 a) Solow Model b) Harrod -Domar Model
 c) Leueis Model d) Balanced growth Model
18. What are the tools for Jiscal policy?
 a) Tax b) Public expenditure c) Both a & b d) None of the above
19. Taxes an price of a commodity is :
 a) Direct Tax b) Indirect tax c) Property tax d) Wealth tax

Q.2 Essay type questions

Section-A

- (i) Explain the classical theories of international trade (Adam Smith, Ricardo, Haberlea, J.S. Mill)
- (ii) Explain the Heckscher-ohlin theory of international trade.
- (iii) Distinguish between free trade and protection.

Section-B

- (i) Discuss critically harrod & Domar models of economic growth.
- (ii) Discuss the Solow Model of growth.
- (iii) Explain levies model of unlimited supplies of labor.

Section-C

- (i) Explain the following
 - a) Public goods
 - b) Private goods
 - c) Burden of public debt.
- (ii) Discuss the theories of public debt.
- (iii) Examine the effects of public expenditure on production and distribution in an economy.