

CSM – 22/16
Economics
Paper – I

Time : 3 hours

Full Marks : 300

The figures in the right-hand margin indicate marks.

*Candidates should attempt Q. No. 1 from Section – A and Q. No. 5 from Section – B which are compulsory and **three** of the remaining questions, selecting at least **one** from each Section.*

SECTION – A

1. Answer any **three** of the following in about **200** words each : 20×3 = 60
 - (a) Define Public Finance. Examine the role of Public Finance in a Market Economy.
 - (b) Distinguish between direct and indirect taxes. What are their merits and demerits.
 - (c) Critically examine the Harrod-Domar Model of growth.

- (d) Explain the relative importance of physical and human capital in growth.
2. What are the problems that are faced by Indian Money Market ? Give your suggestions to improve it. 60
3. Outline the significance of multi nationals in a developing economy. 60
4. Give an account of the basic need approach of Human Development Indices. 60

SECTION – B

5. Answer any **three** of the following in about **200** words each : 20×3 = 60
- (a) What are the different types of agricultural subsidies given to farmers at the national and at state levels ? Critically analyse the agricultural subsidy regime with reference to the distortions created by it.
- (b) Do you think that India's Foreign Trade have undergone changes during the last ten years ? Discuss this issue.

- (c) What are the ways in which Indian Government can limit its debt ?
- (d) There is a decline in the growth rate of India's exports. What effective measure can be taken to improve the exports ?
6. Comment on the recent fiscal policies initiated by Indian Government and also examine its effects. 60
7. Household Savings should be improved. Give your suggestions as to how it can be improved ? 60
8. (a) Explain the importance of Goods and Services Tax (GST) critically.
- (b) Discuss the salient features of FRBM Act. Examine the impact of FRBM on fiscal consolidation in India. 30×2 = 60



