

Vidya Vikas Mandal's
Shree Damodar College of Commerce & Economics, Margao
S.Y.B.Com, End- Semester Examination, Semester III, October 2015

INDIAN FINANCIAL & FISCAL SYSTEM

Duration: 2 Hours

Total Marks: 80

Instructions:

- i. *All questions are compulsory, however internal choice is available.*
- ii. *Figures to the right indicate maximum marks to the question/sub-question.*
- iii. *Draw figures wherever necessary.*

Q1. Answer any four of the following: (4X4=16)

- a. What is financial development?
- b. What is financial inclusion?
- c. What is scheduled bank?
- d. What is repo rate?
- e. What is broad money?
- f. What is liquidity adjustment facility?

Q2. Answer any four of the following: (4X4=16)

- a. What is development and non development expenditure?
- b. What is incidence and impact of tax?
- c. What are major head of expenditure for Goa?
- d. What is fiscal deficit?
- e. What is unbalanced budget?
- f. What are objectives of fiscal policy?

Q3. A) Explain the Various constituents of Indian Financial system. (12)

OR

B) Explain the role of financial system in economic growth and development. (12)

Q4. A) Explain the process of credit creation if an initial deposit is 5000 and reserve ratio is 10 percent, using five balance sheets of banks. (12)

OR

Q4. B) Write an essay on recent monetary policy of India. (12)

Q5. A) Explain direct and indirect taxes and its merits and demerits. (12)

OR

Q5. B) Explain the various classification of public debt. (12)

Q6. A) Explain the role of fiscal policy. (12)

OR

Q6. B) Explain reasons for increase in public expenditure in India. (12)
