

Question	Answer1	Answer2	Answer3	Answer4	ModelAnswer
In all countries, _____ play an important role in promoting economic growth directly or indirectly.	Government	Markets	Financial Policy	Monetary Policy	1
In 20th century, the _____ introduced socialism/communism in their countries.	USA	India	USSR	European Union	3
Indian follows _____ economic system.	Command	Mixed	Market	Traditional	2
Under the _____ economy, governments attempted to control and regulate their economies besides, directly undertaking some economic activities.	Market	Traditional	Command	Mixed	4
Democratic government make use of _____ policy to raise revenue and incur expenditures in order to achieve its economic objectives	Fiscal	Monetary	Traditional	Foreign	1
One of the first book exclusively written on Public Finance was _____ in 1892.	Bastable'	The wealth of Nations'	The essentials'	Government of Dependencies'	1
_____ deals with expenditure and income of public authorities of the state and their mutual relation as also with the financial administration and control'.	Public Expenditure	Public Revenue	Public Finance	Public Welfare	3
Two important concept associated with public finance are fiscal policy and _____ policy.	Welfare	Budgetary	Monetary	Revolutionary	2
_____ refers to government's strategies to implement and manage a budget.	Trade Policy	Monetary Policy	Fiscal Policy	Budgetary Policy	4
_____ is responsible for formulating and implementing the monetary policy in India.	Central Government	State Government	RBI	SBI	3
In India, _____ deals with formulating and implementing the fiscal policy.	Economist	Central Bank	Government	Private Sector	3
Before the Great Depression, most government of the capitalist nations followed the _____ economic policy.	Autocratic	Mixed	Market	Laissez Faire	4
Adjusting the public expenditure as per the inflation and depression in the economy is known as _____.	Functional finance	Trade cycle	Budget	Welfare economy	1
During inflation, the government should follow _____ budget.	Balanced	Deficit	Surplus	Economic	2
During deflation, the government should follow _____ budget.	Surplus	Economic	Balanced	Deficit	1
_____ is the means of public expenditure.	Public Debt	Financial Administration	Functional Finance	Public Revenue	4
_____ deals with the methods of raising income from tax and non tax revenue.	Financial Administration	Functional Finance	Public Revenue	Public Debt	3
_____ refers to the expenses of public authorities.	Public Revenue	Public Expenditure	Public Debt	Functional finance	2
Which of the following is not within the scope of public finance?	Public Revenue	Monetary Management	Public Expenditure	Financial Administration	2
The term functional finance was introduced by _____	J. M. Keynes	Richard Musgrave	Hugh Dalton	A. P. Lerner	4

In is difficult to assess the outcome of financial activities of the government because _____.	Social benefits and costs are subjective in nature	The budgetary activities are not open to scrutiny	Budget may be surplus or deficit	They are irrelevant	1
Classical economist advocated the government to involve in _____.	all the activities of the economy	only in most essential activities	selective economic and political activities	only welfare related activities	2
The _____ expenditure is the expenditure incurred for the acquisition of assests like land, equipments etc.	Public	Social	Revenue	Capital	4
In India, budget is divided into _____ parts.	2	3	4	5	1
The _____ gives a complete picture of the estimated receipts and expenditure of the government during the year.	Balance sheet	Revenue receipt	Budget	BOP A/c	3
The _____ has become one of the important sources of raising revenue both in developed and developing countries.	Public Debt	Financial Administration	Functional Finance	Public Revenue	1
_____ is a major tool for implementing various policies of the government with respect to welfare, growth, stabilization and so on.	Public Revenue	Public Debt	Functional Finance	Public Expenditure	4
The _____ budget deals with the receipts from taxation, public enterprises etc.	Capital	Revenue	Balanced	Financial	2
_____ budget deals with the capital receipts which include the market loans, borrowings by the government from RBI etc.	Capital	Revenue	Balanced	Financial	1