

ALLAMA IQBAL OPEN UNIVERSITY, ISLAMABAD
(Department of Economics)

WARNING

1. **PLAGIARISM OR HIRING OF GHOST WRITER(S) FOR SOLVING THE ASSIGNMENT(S) WILL DEBAR THE STUDENT FROM AWARD OF DEGREE/CERTIFICATE, IF FOUND AT ANY STAGE.**
2. **SUBMITTING ASSIGNMENTS BORROWED OR STOLEN FROM OTHER(S) AS ONE'S OWN WILL BE PENALIZED AS DEFINED IN "AIOU PLAGIARISM POLICY".**

Course: Public Finance and Fiscal Policy (808)
Level: M. Sc. Economics

Semester: Autumn, 2013
Total Marks: 100
Pass Marks: 40

ASSIGNMENT No. 1
(Units 1–4)

- Q. 1 Define Public good. What are their characteristics? Also illustrate the nature of market failure in case of public goods. (20)
- Q. 2 Critically evaluate the budget decision making process of Pakistan. (20)
- Q. 3 Discuss various types of costs and benefits of any public project. (20)
- Q. 4 Explain in detail the various sources of government revenue. (20)
- Q. 5 Discuss alternative concept of tax incidence. How are they measured? (20)

ASSIGNMENT No. 2
(Units 5–9)

Total Marks: 100

Pass Marks: 40

- Q. 1 Review critically the development of Pakistan's taxation structure. (20)
- Q. 2 Discuss in detail the concept of rules versus discretion a fiscal policy mix. (20)
- Q. 3 What is Phillips curve. Derive long run Phillips curve in case of rational expectations. (20)
- Q. 4 Critically evaluate the marginal cost pricing principle. (20)
- Q. 5 Discuss in detail the ingredients of economic development. (20)