

Gov Bud. - M & O - R & U - Very Short (Info & Con)

Q.1. Define government budget

Ans. Government budget is a statement of estimated receipts and expenditure of the government during a financial year.

Q.2. What is meant by the fiscal year in India?

Ans. In India, fiscal year is the year which begins on April 1 and ends on March 31 of the following year.

Q.3. Name the two parts of a government budget.

Ans. (i) Revenue budget, and

(ii) Capital budget.

Q.4. Define revenue budget.

Ans. Revenue budget is the statement of estimated revenue receipts and estimated revenue expenditure during a fiscal year.

Q.5. Define capital budget.

Ans. Capital budget is the statement of estimated capital receipts and estimated capital expenditure during a fiscal year.

Q.6. What is meant by balanced budget?

Ans. Balanced budget is that budget in which government receipts are equal to government expenditure.

Q.7. What is meant by surplus budget?

Ans. Surplus budget is that budget in which government receipts are more than the government expenditure.

Q.8. What is meant by deficit budget?

Ans. Deficit budget is that budget in which government receipts are less than government expenditure.

Q.9. Define public goods.

Ans. Public goods are those goods which satisfy collective needs of the people. Example: Law & Order and Defence of the country.

Q.10. What is meant by fiscal discipline?

Ans. Fiscal discipline refers to a situation when fiscal deficit is within the manageable limits and it does not lead to high rate of inflation in the country.