Third Semester LL.M. (Const.) Examination, June/July 2014
(Specialization Paper – III) : UNION-STATE FINANCIAL RELATIONS

Duration : 3 Hours   Max. Marks : 80

Instructions : 1. Answer **all** questions.

2. Figures to the **right** indicate marks.

Q. No. 1. (a) "Federalism is a national constitution for a body of states
which desire union and do not desire unity" – Comment.   Marks : 10

OR

"Comparison with another country not only enlarges the vision,
but also makes us grasp more firmly the essentials of our
own system". In the light of this statement compare and
contrast federalism in U.S.A., Australia and India.

(b) Write short notes on :   Marks : 6

Supremacy of Federal law.

OR

Salient features of scheme of distribution of legislative power.

Q. No. 2. (a) Examine the restrictions on state power to tax.   Marks : 10

OR

Discuss the Inter-Governmental financial relationship in a
federalism which is vital and touches the heart of federalism.

(b) Write short notes on :   Marks : 6

Inter governmental tax immunities.

OR

Extent of union power of taxation.

Q. No. 3. (a) Critically evaluate the functions and the working of the Finance Commission.   Marks : 10

OR

"The power of taxation assigned to the Union are based mostly on considerations of convenience of imposition and collection and not with a view to allocate them solely to the union" – Comment.

(b) Write short notes on :   Marks : 6

Specific purpose grants.

OR

Borrowing power of the States.

Q. No. 4. (a) Explain the exceptions to freedom of trade and Commerce.   Marks : 10

OR

Examine the inter-relation between Article 19 (1) (g) and Article 301.

(b) Write short notes on :   Marks : 6

Planning Commission.

OR

Plan grants.

Q. No. 5. (a) Examine the need for creating financial stability at the state level.   Marks : 10

OR

Critically evaluate the need for development of healthy financial relationship to move from competitive federalism to co-operative federalism.

(b) Write short notes on :   Marks : 6

National Development Council.

OR

Recommendations of Sarkaria Commission.

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