

UGANDA MARTYRS UNIVERSITY
MBA Public Finance Test – 25th November 2023

Instructions: Answer two Questions Only. Time Allowed: 1 hour only.

Question one: [10 marks]

- a) Discuss the role taxation in Ugandan economy, clearly showing how it promotes economic and social justice.
- b) Examine the Principles which must be adhered to in a good tax system, emphasizing how they promote equity.
- c) Is Equity, Equality in Taxation. Justify your reasons.
- d) Why would a country adopt a regressive tax regime?
- e) Discuss the principle elements in the Ugandan economy that influence the tax system and level of revenue collection.

Question two: [10 marks]

- a) Public Revenue is about raising and management of Public Funds. State and explain the various types of, tax and Non-tax sources of revenue.
- b) Explain the effect of taxation in relation to Stabilization, production and Distribution in the economy.
- c) Beside raising public revenue, What are the other objectives of taxation?
- d) Explain the meaning of tax "Impact and Incidence", according to Philip Taylor and discuss the external factors that affect the shift-ability of tax incidence.

Question three: [10 marks]

Discuss the following theories of Taxation, considering Uganda's economic systems:

- a) Benefit Approach theory
- b) Expenditure Approach Theory
- c) Income Approach theory.
- d) Define a single tax system and distinguish it from a multiple tax system.
- e) Give argument for and against a single tax system.

