



Department of Education, Sabaragamuwa/weekly school

week- July 4

Subject-Economics

Grade-13

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1. Explain how the existence of externalities leads to inefficient allocation of resources in an economy. Illustrate your answer with appropriate diagrams.
2. What are public goods? Why cannot market easily provide such goods?
3. What are the objectives of taxation?
4. Mention the desirable properties of a good tax system?
5. List the major components of recurrent expenditure of the government of Sri Lanka.