29 Lecture - MGT111

Important Subjective

1. What is the National Finance Commission (NFC)?

Answer: The National Finance Commission is a constitutional body in Pakistan that is responsible for distributing federal resources among the provinces.

2. When was the NFC established?

Answer: The NFC was established in 1951 under the provision of the Government of India Act, 1935.

3. Who heads the NFC?

Answer: The NFC is chaired by the Federal Minister of Finance and includes the provincial finance ministers as members.

4. How often does the NFC meet?

Answer: The NFC is required to meet at least once a year.

5. What is the main function of the NFC?

Answer: The main function of the NFC is to distribute federal resources among the provinces in a fair and equitable manner.

6. How is the NFC formula determined?

Answer: The NFC formula is determined through a consensus among the federal and provincial governments, with inputs from technical experts.

7. What factors are considered in the NFC formula?

Answer: The NFC formula takes into account population, poverty, revenue generation, and other socio-economic indicators.

8. How are the NFC awards distributed among the provinces?

Answer: The NFC awards are distributed among the provinces based on their share in the formula.

9. Can the NFC formula be changed?

Answer: Yes, the NFC formula can be revised by consensus among the federal and provincial governments.

10. How important is the NFC for inter-provincial harmony?

Answer: The NFC is critical for inter-provincial harmony as it ensures that resources are distributed fairly and equitably among all provinces, which helps reduce inter-provincial disparities and promote economic growth and development.