

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.