ST. SAINTS COLLEGE LIBRARY THIRUVANDRUM

(Pages : 2)

E – 4366

Reg. No. : .....

Name : .....

Second Semester B.A. Degree Examination, August 2018
First Degree Programme under CBCSS
ECONOMICS
Complementary Course – III
EC 1231 : Money and Banking
(2015 Admn. Onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer in **one** or **two** sentences. Attempt **all** questions.

1. Define Barter system.
2. What is metallic money ?
3. Define scheduled bank.
4. State the components of money supply.
5. What is meant by double coincidence of want ?
6. Define hyper inflation.
7. What is CRR ?
8. What is time deposit ?
9. Define capital market.
10. What are open market operations ?

(10×1=10 Marks)

SECTION – II

Answer **any eight** questions **not** exceeding **one** paragraph. **Each** question carries **two** marks.

11. Write a note on open and suppressed inflation.
12. Discuss Philips Curve.
13. Write a note on nationalisation of banks.
14. Explain circular flow of income.
15. Explain the concept 'speculative motive' for money.

P.T.O.

16. Discuss the role of money in India.
17. Define convertibility of rupee.
18. What are the monetary measures to control inflation ?
19. What are the causes of deflation ?
20. Discuss the role of public works programmes to regulate deflation.
21. Define disinflation.
22. What are the principles of central banking ? **(8×2=16 Marks)**

SECTION – III

Answer **any six** questions **not** exceeding **120** word. **Each** question carries **4** marks.

23. Prepare a note on the comparative role of money in the capitalist and socialist economies.
24. Define velocity of circulation of money.
25. What are the uses of index numbers ?
26. Examine the superiority of quantity theory of money.
27. Examine the practical limits to the deposit expansion.
28. What are the recent developments in the banking sector ?
29. What are the credit control methods adopted by RBI ?
30. What are the phases of a business cycle ?
31. Explain the concept of money multiplier. **(6×4=24 Marks)**

SECTION – IV

Answer **any two** questions **not** exceeding **four** pages. **Each** question carries **15** marks.

32. What is trade cycle ? Explain the expansionary and contraction phases of trade cycles.
33. What are the causes of inflation ? Discuss the measures to control inflation.
34. Explain the objectives and functions of RBI.
35. Critically examine the Indian Banking Scenario. What are the innovative programmes undertaken by commercial banks during last 25 years ?

(2×15=30 Marks)