(Pages : 3)

J – 2608

Reg. No. : .....

Name : .....

ALL SAINTS COLLEGE LIBRARY TRIVANDRUM

Second Semester B.A. Degree Examination, May 2020

First Degree Programme Under CBCSS

Economics

Complementary Course III

EC 1231 : MONEY AND BANKING

(2015 – 2018 Admissions)

Time : 3 Hours

Max. Marks : 80

SECTION – I

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

1. Value of Money
2. Barter System
3. Price Index Numbers
4. Inflation
5. Open Market Operation
6. Trade Cycle
7. Commercial Bank
8. Credit creation

9. Lender of Last Resort

10. Simple Aggregative method.

(10 × 1 = 10 Marks)

SECTION – II

Answer any **eight** questions. **Each** question carries **2** marks.

11. What do you mean by Legal Tender Money?

12. Private Sector Banks.

13. Define Consumer price Index Number.

14. Define Bank Rate.

15. Explain the types of inflation.

16. Name important Stock Market Index in India.

17. Distinguish between Scheduled and Non-Scheduled Banks.

18. Explain Laspeyer's Index number.

19. Name three weighted aggregative indices.

20. Explain Banker's Bank.

21. What is Statutory Liquidity Ratio?

22. What is Cash Reserve Ratio?

(8 × 2 = 16 Marks)

SECTION – III

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

23. What are the important functions of money?
24. Explain the Fisher's Equation of Exchange.
25. Explain different types of Index Numbers used in Economics.
26. What are the limitations of Index Numbers?
27. Explain the causes of Inflation.
28. What are the important functions of commercial banks?
29. Explain the Fiscal Policy measures to control inflation?
30. What are the important effects of inflation?
31. Distinguish between Public Sector and Private Sector Banks.

(6 × 4 = 24 Marks

SECTION – IV

Answer any **two** questions, not exceeding **4** pages. **Each** carries **15** marks.

32. Explain the nature and functions of Money.
33. What are the difficulties in the construction of Index Numbers?
34. What are the important functions of Reserve Bank of India?
35. Explain the credit control process of Central Bank.

(2 × 15 = 30 Mark