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Reg. No. : .....

Name : .....

Second Semester B.A. Degree Examination, September 2023

First Degree Programme under CBCSS

Economics

Complementary Course III

EC 1231 : MONEY AND BANKING

(2019 Admission Onwards)

Time : 3 Hours Max. Marks : 80

SECTION – I

I. Answer **all** questions. Each question carries 1 mark.

1. Business cycle
2. Hyper inflation
3. Credit cards
4. CBDC
5. Reverse repo
6. Digital form of currency
7. Net banking

P.T.O.

8. Moral suasion

9. Agricultural credit societies

10. Money market

(10 × 1 = 10 Marks)

SECTION – II

II. Answer any **eight** questions not exceeding one paragraph. Each question carries **2** marks.

11. Discuss the various kinds of money.

12. What is M_3?

13. Briefly explain the impact of demonetization on Indian economy.

14. What is deflation?

15. What is the difference in RTGS and NEFT?

16. What role do commercial banks play in economic development?

17. Distinguish between commodity money and fiat money.

18. Briefly explain origin and growth of banking in India.

19. Write a short note on the concept of trade cycle.

20. What is money? Discuss in detail the functions of money.

21. What is demand pull inflation?

22. Point out two limitations of Bank rate policy.

(8 × 2 = 16 Marks)

SECTION – III

III. Answer any **six** questions exceeding 120 words. Each question carries **4** marks.

23. Explain the function of a central bank as the banker of the government.

24. What are the causes of failure cooperative credit societies in India? What steps have been taken to improve their working?

25. State the Quantity theory of money.

26. Discuss the structure and organization of Cooperative banks.

27. Briefly explain the causes and effects of inflation.

28. Write a short note on Crypto currency.

29. What is meant by credit money?

30. Write a short note on Credit multiplier.

31. Describe the functions of Reserve Bank of India. What are its claims to be regarded as an ideal central bank?

(6 x 4 = 24 Marks)

SECTION – IV

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

32. Describe the objectives and instruments of monetary policy.

33. Explain various measures of money supply.

34. Illustrate the process of credit creation by commercial banks.

35. Explain briefly the various credit control measures practiced by the Reserve bank of India recently.

(2 x 15 = 30 Marks)