Reg. No. : .....

(Pages : 3)

D – 2493

Name : .....

Fifth Semester B.A. Degree Examination, December 2017
First Degree Programme Under CBCSS
Economics
Core Course : VI
EC – 1541 : MONEY AND MODERN BANKING
(2015 Admn.)

Time : 3 Hours

Max. Marks : 80

All Saints' College Trivandrum

SECTION – I

Answer in **one** or **two** sentences (attempt **all** questions) :

1. Legal tender money.
2. Money multiplier.
3. Bank rate.
4. Open market operations.
5. RTGS.
6. Co-operative banks.
7. Subprime lending.
8. Mutual funds.
9. Promissory notes.
10. Financial inclusion.

(10×1=10 Marks)

P.T.O.

SECTION – II

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

11. Differentiate between money and near money.
12. What is meant by velocity of money ?
13. Write a brief note on high powered money.
14. Functions of NABARD.
15. What is micro finance ?
16. Significance of CRR and SLR.
17. What is meant by a negotiable instrument ?
18. What are the services provided by mutual funds ?
19. List out the reasons for increasing NPA in Indian banking system.
20. Differentiate between credit card and debit card.
21. What is meant by MICR cheque ?
22. Objectives of monetary policy. **(8×2=16 Marks)**

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SECTION – III

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

23. Explain various stages in the evolution of money.
24. Briefly explain various limitations on credit creation by Commercial Bank.
25. Discuss functions of a Central Bank with special reference to RBI.
26. Explain the benefits of CORE banking.

27. Explain liquidity preference theory of demand for money.

28. Differentiate between general crossing and special crossing of cheques.

29. Discuss various e-services provided by Commercial Banks.

30. What is the significance of repo and reverse repo rates ?

31. Write a note on SARFAESI Act. **(6×4=24 Marks)**

SECTION – IV

Answer **any two** questions **not** exceeding **120** words. **Each** question carries **15** marks.

32. Discuss the role played by money in a modern economy.

33. Explain the major functions performed by Commercial Banks.

34. Discuss the structure of co-operative banking in India. Explain the role played by Co-operative banks in the field of rural credit.

35. Review various reforms implemented in Indian banking system on the basis of Narasimhan Committee. (2×15=30 Marks)

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