

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – NOVEMBER 2015

EC 5506 - MONEY AND BANKING

Date : 03/10/2015

Dept. No.

Max. : 100 Marks

Time : 01:00-04:00

PART – A

Answer any FIVE questions in about 75 words each:

(5 x 4 = 20)

1. What are the different kinds of money?
2. Distinguish between active money and idle money.
3. Explain the concept money illusion.
4. Define the concept of Index numbers
5. Explain the term Neutrality of money.
6. What are the Primary functions of a Central Bank?
7. Distinguish between Money market and Capital Market.

PART – B

Answer any FOUR questions in about 300 words each:

(4 x 10 = 40)

8. What are the factors determining the demand for and supply of money?
9. Explain the transaction version of quantity theory of money.
10. Highlight the importance of saving and investment approach to money.
11. Explain are the functions of Commercial Banks?
12. Bring out the limitations of various quantitative credit control measures.
13. Distinguish between Assets and Liabilities of a Commercial Bank.
14. List out the causes for fluctuations in the Capital Market.

PART – C

Answer any TWO questions in 900 words each:

(2 x 20 = 40)

15. Analyse Keynesian integration monetary and value theories.
16. Discuss the steps involved in the construction of Index Numbers.
17. Examine the role of RBI in the implementation of monetary policy in India.
18. Evaluate the working of the Money Market in India.

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