



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.A. DEGREE EXAMINATION – ECONOMICS**

**FIFTH SEMESTER – NOVEMBER 2013**

**EC 5506/EC 5502 – MONEY AND BANKING**

Date : 09/11/2013  
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

**PART-A**

**Answer any FIVE of the following each answer not exceeding more than 75 words: (5 x 4 = 20)**

1. Write a note on metallic money.
2. Explain the saving-investment approach.
3. Write a note on Pigou's version of the cash balance approach.
4. What is meant by velocity of circulation?
5. List the objectives of the Reserve Bank of India.
6. Write a note on money market.
7. Mention the instruments of capital market.

**PART-B**

**Answer any FOUR of the following each answer not exceeding more than 300 words: (4 x 10 = 40)**

8. Enumerate the functions of commercial banks.
9. Discuss the constituents of money supply.
10. Explain the tools of credit control.
11. Explain Keynes theory of demand for money.
12. Write a note on the functions of capital market.
13. Write a note on classical dichotomy.
14. Explain the characteristics of Indian money market.

**PART-C**

**Answer any TWO of the following each answer not exceeding more than 900 words: (2 x 20 = 40)**

15. Critically evaluate Fisher's Quantity theory of money.
16. Discuss the various functions of money.
17. Enumerate the role of commercial banks in a developing economy.
18. Enumerate the difficulties in the construction of Index numbers.

\$\$\$\$\$\$