LOYOLA COLLEGE (AUTONOMOUS), CHENNAI - 600 034



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

FIFTH SEMESTER – **NOVEMBER 2016**

EC 5506 - MONEY AND BANKING

Date: 05-11-2016 Time: 09:00-12:00 Dept. No.

Max.: 100 Marks

PART-A (5 x 4 = 20 Marks)

Answer any FIVE Questions, each in about 75 words

- 1. What are the qualities of good money?
- 2. Explain the secondary functions of money
- 3. Point out the value of money according to Crowther.
- 4. What are the uses of index numbers?
- 5. Explain the Assets and Liabilities of Commercial Banks.
- 6. Explain the limitations of open market operations.
- 7. What do you understand about primary market?

PART-B (4 x 10 = 40 Marks)

Answer any FOUR Questions, each in about 250words

- 8. Explain the role of money in a capitalistic economy.
- 9. State the procedure for preparing an index number.
- 10. Analyze Cambridge cash balance approach of demand for money.
- 11. Explain the traditional functions of a Central Bank.
- 12. Give a brief account of the functions of RBI.
- 13. List out the characteristic features of Indian money market.
- 14. Explain the major functions of the money market.

PART-C (2 x 20 = 40 Marks)

Answer any TWO Questions, each in about 900 words

- 15. Discuss the various types and kinds of money and different types of monetary standards.
- 16. Examine the Fisher's equation of exchange.
- 17. Explain the Keynesian liquidity preference theory of money.
- 18. Discuss the functions and various services rendered by Commercial banks.
