# LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



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

#### FIFTH SEMESTER - NOVEMBER 2022

# 17/18UEC5MC03 - MONEY AND BANKING

Date: 25-11-2022	Dept. No.	Max. : 100 Marks

Time: 09:00 AM - 12:00 NOON

# **PART-A**

# Answer any FIVE Questions in about 75 words each:

 $(5 \times 4 = 20 \text{ Marks})$ 

- 1. Define money.
- 2. How does "bad money drive out good money out of circulation"?
- 3. How is an equity share different from a debenture?
- 4. What is meant by liquidity trap?
- 5. Differentiate between ordinary money and high-powered money.
- 6. List out the function of commercial bank.
- 7. Write a short note on Non-Banking Financial Intermediary.

## **PART-B**

## Answer any FOUR Questions in about 250 words each:

 $(4 \times 10 = 40 \text{ Marks})$ 

- 8. Explain various kinds of money.
- 9. Critically examine the Cash balance approach.
- 10. What is an Index number? How is it constructed?
- 11. Discuss the characteristics of well-developed money market.
- 12. Compare forward and future contracts.
- 13. Write note on primary and secondary market.
- 14. Analyse the factors determining the demand for and supply of money.

#### PART-C

# Answer any TWO Questions in about 900 words each:

 $(2 \times 20 = 40 \text{ Marks})$ 

- 15. Examine the structure and growth of Indian capital market.
- 16. Critically evaluate Fisher's Quantity theory of money.
- 17. Describe the Keynesian integration of monetary and value theory.
- 18. Explain the techniques of monetary policy employed by the RBI.

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