

Reg. No. : .....

Name : .....

**Second Semester B.A. Degree Examination, September 2022**

**First Degree Programme under CBCSS**

**Economics**

**Complementary Course III**

**EC 1231 : MONEY AND BANKING**

**(2019 Admission)**

Time : 3 Hours

Max. Marks : 80

**SECTION - I**

Answer **all** questions. Each question carries **1** mark.

1. Narrow Money
2.  $M_3$
3. Creeping Inflation
4. Deflation
5. Boom
6. E-Banking
7. Debit Card
8. Electronic Purse

P.T.O.

- 9. EFTS
- 10. Monetary Policy

(10 × 1 = 10 Marks)

## SECTION – II

Answer any **eight** questions not exceeding **1** paragraph. Each question carries **2** marks.

- 11. What are the primary functions of money in an economy?
- 12. What is inflation?
- 13. Define inside money.
- 14. What are M-wallets?
- 15. What is bank rate?
- 16. Explain stagflation.
- 17. What is ATM?
- 18. Mention high-powered money.
- 19. What are cooperative banks?
- 20. What are trade cycles?
- 21. What is crypto currency?
- 22. Mention qualitative credit control.

(8 × 2 = 16 Marks)

### SECTION – III

Answer any **six** questions not exceeding **1** page. Each question carries **4** marks.

23. List out the basic monetary measures given by the RBI.
24. Discuss the different phases of business cycles in an economy.
25. Examine the equation of exchange.
26. List out the basic instruments of quantitative credit control.
27. Distinguish between repo and reverse repo rates.
28. How can we measure inflation in an economy?
29. Discuss the process of credit creation by the commercial banks.
30. Examine the economic imperative of open market operations by the central bank.
31. Write a note on the banking functions of RBI.

**(6 × 4 = 24 Marks)**

### SECTION – IV

Answer any **two** questions not exceeding **4** pages. Each question carries **15** marks.

32. Examine the role and functions of money in a modern economy.
33. Compare and contrast the cash transaction and cash balance approaches to quantity theory of money.
34. Explain the role of commercial banks in economic development.
35. Discuss the recent trends and practices in Indian banking sector.

**(2 × 15 = 30 Marks)**



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