

QP CODE

C1025

Enrollment Number:

Name:

B.A DEGREE EXAMINATIONS, JULY 2025

Fourth Semester

B.A Economics

B21EC02DE – Money and Banking

(2023 January admissions)

Time: 3 Hours

Max Marks: 70

Section A

Answer any ten of the following questions in a word or sentence each. Each question carries 1 mark.

1. Who restated the Quantity Theory of Money?
2. State the primary function of a commercial bank.
3. Mention the primary function of money.
4. Name the process through which commercial banks create credit in the economy based on their reserves.
5. List any two limitations of the gold standard.
6. Money without intrinsic value is known as -----
7. The card that allows users to access funds directly from their bank account.
8. Which service lets users to manage bank accounts and perform transactions via mobile devices?
9. What does IFSC stand for in banking?
10. Where is the headquarters of the Reserve Bank of India (RBI)?
11. What is the term for the RBI's buying and selling of government securities?
12. What is the market dealing with short-term funds called?
13. The term for money that must be accepted for debt payments?
14. What is the capital market function for raising funds?
15. What is a term loan?

(1X10=10)

Section B

Answer any ten of the following questions in two or three sentences each. Each question carries 2 marks.

16. What is commodity money?
17. What are the differences between metallic and paper standards?
18. Define the term cheque.

19. What is the purpose of negotiable instruments?
20. How do demand drafts work?
21. Describe Unified Payments Interface?
22. Write a note about Kisan Credit Card?
23. What is the importance of monetary policy?
24. Explain the role of priority sector lending?
25. Define token money?
26. Describe about indigenous bankers?
27. How does money facilitate economic transactions?
28. Define the term underwriting?
29. What is foreign portfolio investment (FPI)?
30. Explain the importance of investor education by SEBI?

(2X10=20)

Section C

Answer any five of the following questions in a paragraph each. Each question carries 4 marks.

31. Explain the concept of the value of money with reference to index numbers?
32. What are the main determinants of money supply?
33. What are commercial banks? Explain their origin and key functions?
34. Explain the role of bill of exchange in foreign trade financing?
35. What are the advantages and disadvantages of NEFT?
36. Describe the types of negotiable instruments.
37. Discuss the objectives of banking sector reforms?
38. Analyse the features of the Indian money market?
39. Discuss the impact of mutual funds on individual and institutional investors?
40. Explain the functions of the primary market?

(4X5=20)

Section D

Answer any two of the following questions in two pages each. Each question carries 10 marks.

41. What are the primary functions of the capital market, and how do they contribute to economic development?
42. Critically evaluate the impact of the monetary policy instruments used by the Reserve Bank of India on controlling inflation and promoting growth
43. Critically evaluate the impact of mobile and internet banking on customer satisfaction and bank profitability in the digital age.
44. Explain the components of the financial system and their role in economic development.

(10X2=20)