2022

Economics

[GENERIC]

(CBCS)

(B.Sc. Third Semester End Examination-2022) PAPER-GE3

[Money and banking]

Full Marks: 60

Time: 03 Hrs

The figures in the right hand margin indicate marks

Candidates are required to give their answers in their own words as

far as practicable

Illustrate the answers wherever necessary

Group-A

- 1. Answer any ten questions of the following:
- 10x2 = 20

- a) Define commercial bank.
- b) What is meant by bank nationalisation?
- c) What is broad money?
- d) What is liquidity trap?
- e) What is 'hard currency'?
- f) What is 'hot money'?
- g) What is derived deposit?
- h) What is NABARD?
- i) What is money market?
- j) What is the difference between gross interest and net interest?

- k) What is 'Narrow money'?
- 1) What is security and exchange Board of India(SEBI)?
- m) What is legal tender money?
- n) What is open market operation?
- o) What is demonetization?

Group-B

Answer any four questions of the following:

4x5 = 20

- 2. Distinguish between Commercial bank & NBFC.
- 3. Explain the functions of Commercial banks.
- 4. What are the major differences between money and capital market?
- 5. Explain the concept of money multiplier with a proper example
- 6. Write a short not on high powered money
- 7. Describe the functions of money.
- 8. Describe some important functions of RBI.

Group -C

Answer any two questions:

2x10 = 20

- 9. Discuss the credit controlling methods of RBI.
- 10. Describe the functions of the commercial banks What do you understand by nationalization of commercial banks?
- 11. Critically discuss the process of credit creation by the commercial bank. What are limitations of the process?
- 12. Explain the 'Quantity theory of money' by 'Irving Fischer'