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RNLKWC/B.A.-CBCS/VS/ECO/H/DSE2/21

2021

Economics

[HONOURS]

(CBCS)

(B.Sc. Fifth Semester End Examinations-2021)

PAPER-DSE2

(Money & Financial Market)

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:

10x2= 20

- a) Define nationalised bank.
- b) What is statutory Liquidity Ratio (SLR)?
- c) What is cash Reserve Ratio(CRR)?
- d) Define narrow money and broad money.
- e) Write down the functions of money.
- f) What is open market operation?
- g) What is primary and derived deposit?
- h) What do you mean by the terms SENSEX and NIFTY?
- i) What do you mean by arbitrage?

(2)

- j) Define primary market and secondary market.
- k) Define financial derivations.
- l) What is Bank rate?
- m) What is M_1 .
- n) Define commercial bank.
- o) What is Repo rate?

Group-B

Answer any four of the following Questions: 5x4 = 20

- 2. Discuss briefly the different functions of RBI. 5
- 3. What is money? Define four measures of money supply. 2+3
- 4. Define monetary policy. Discuss its objectives. 2+3
- 5. Describe the function of Securities and Exchange Board of India (SEBI) as a regulatory authority.
- 6. Explain the quantity theory of money. 5
- 7. Distinguish between nominal interest rate and real interest rate.
- 8. Discuss the significance of capital market.

Group -C

Answer any two of the following question: 10x2 = 20

- 9. Write down the monetary policy of the RBI for pursuing both quantitative and qualitative methods of credit control. 5

(3)

- 10. What do you mean by money market and capital market? Write down the components of money market and components of the capital market. 4+6
- 11. Discuss briefly the different functions of commercial bank. Mention different heads of a balance sheet of a commercial bank. 5+5
- 12. Define high powered money. Explain the role of financial market of Indian economy.
