

S.No. 118

BATCH: 87-2015

**END OF SEMESTER EXAMINATIONS, APRIL / MAY -2018**  
**MONETARY ECONOMICS**  
**SUBJECT CODE: 12UAEC12**

**MAJOR: B.A (Economics)**  
**TIME : 3 HOURS**

16

**SEMESTER: VI**  
**MAX.MARKS: 75**

**SECTION - A ( 10 X 1 = 10 )**

**Answer ALL Questions:**

1. Define Money.
2. State Fisher's equation of exchange.
3. Define banking.
4. What is walking inflation?
5. State the definition of Money Market.
6. What is  $M_3$  in new classification of Money?
7. What does saving-investment theory explain?
8. What is Recurring Deposit?
9. What is meant by Business Cycle?
10. What is a Stock Exchange?

**SECTION - B ( 5 X 4 = 20 )**

**Answer any FIVE Questions:**

11. Distinguish between Mono-metallism and Bi-metallism.
12. Write a note on defects of Money.
13. Discuss the role of money in economic development.
14. Write a note on inflationary gap.
15. State the functions of money market.
16. Explain the Liquidity Preference Theory of Money.
17. Bring out the performance of commercial banks after nationalization.
18. Explain the Phases of Business Cycle.

**SECTION - C ( 3 X 15 = 45 )**

**Answer any THREE Questions:**

19. Explain the role of money in a capitalistic economy.
20. Bring out the superiority of cash balance approach over cash transaction approach.
21. State and explain the functions of a Central Bank.
22. Discuss the monetary measures of controlling inflation and deflation.
23. State and explain the objectives of monetary policy.