

2023

Time - 3 hours

Full Marks - 80

*Answer **all groups** as per instructions.
Figures in the right hand margin indicate marks.*

GROUP – A

1. Fill in the blanks. (all) [1 × 12]
- (a) When general price level falls, the value of money _____.
 - (b) The assets which can be easily converted into money without much loss of their values is called _____ money.
 - (c) Money which is recognised by the Govt. of a country as a medium of payment and people are bound to accept it is called _____ money.
 - (d) Speculative demand for money is a function of _____.
 - (e) _____ approach holds that money is demanded mainly for transaction purposes.
 - (f) The Real Balance Effect of Demand for money was propounded by _____.
 - (g) Index used to calculate the movement of price from the seller's point of view is called _____ Price Index.

- (h) _____ Bank is the lender of last resort.
- (i) Excess amount of money that a reliable customer is allowed to withdraw over and above its balance in account is called _____.
- (j) The difference between the market value of a security and the amount of loan sanctioned against that security is called _____.
- (k) In _____ year, RBI was established.
- (l) Market that deals with loans of very short duration is called _____ market.

GROUP – B

2. Answer any eight of the following questions within two to three sentences each. [2 × 8

- (a) What is limited legal tender ?
- (b) What is meant by value of money ?
- (c) What is Index Number ?
- (d) What is liquidity trap ?
- (e) What is M_1 ?
- (f) What is credit multiplier ?
- (g) What is portfolio management ?

[3]

- (h) What is bank rate ?
- (i) What is SLR ?
- (j) What is LAF ?

GROUP – C

3. Answer any eight of the following questions within 75 words each.
[3 × 8]

- (a) What is money ?
- (b) What is meant by cost of Living Index ?
- (c) What is transaction demand for money ?
- (d) What is Real Bill Doctrine ?
- (e) What is capital adequacy ratio ?
- (f) What is open market operation ?
- (g) What is CRR ?
- (h) What is MSF ?
- (i) What is capital market ?
- (j) What is secondary market ?

GROUP – D

Answer all questions within 500 words each.

4. Explain Keynesian Approach of Demand for money.

[7]

P.T.O.

[4]

OR

Explain Friedman's Approach of Quantity Theory of Money.

5. Explain the objectives of the Investment Policy of Commercial banks. [7]

OR

Discuss the impacts of global financial crisis on Indian economy.

6. Explain the quantitative methods of credit control. [7]

OR

Discuss the current monetary policy of Reserve Bank of India.

7. What is capital market ? Discuss its functions. [7]

OR

What is money market ? Discuss the structure of Indian Money Market.