

Govt. Model Degree College Mahanpur

Session - 2020-21

Subject - Economics
Semester - 5th (CBCS)
Subject Title - Money and Banking
Course Code - UECTE: 501

Dated - 06/05/21
Time Alloted - 3 hours
Maximum Marks - 80

Each Question carries 20 marks. Attempt any four questions out of the given eight questions.

1. What is the evolution of money? Explain meaning, functions and classification of money?
2. Explain the role of money in developing and mixed economy? Also discuss Gresham's Law of Money?
3. What is the Index Number? Explain its types and steps involved in construction of price index numbers?
4. Explain the Cambridge Cash Balance Approach? Also discuss its assumptions and criticisms?
5. What is a commercial Bank? Discuss all of its functions and also discuss the types of Indian banking system?
6. Why do Commercial banks create credit? Also discuss its limitations?
7. What is Central Bank? Differentiate between central bank and commercial bank? Discuss the functions of the central bank?
8. Explain the qualitative and quantitative methods of credit control by the central bank?