10 Marks (CO2)

"Capital Murket leads to Capital-

Fernation which is vital for Economic Development " Discuss. 10 Marks (CO2) H

Roll No.

BBA-601

B. B. A. (SIXTH SEMESTER) MID SEMESTER EXAMINATION, April/May, 2022

MONEY, BANKING AND FINANCE

Time: 11/2 Hours

Maximum Marks: 50

- Note: (i) Answer all the questions by choosing any *one* of the sub-questions.
 - (ii) Each question carries 10 marks.
- 1. (a) "Money is what money does." Discuss and elaborate. 10 Marks (CO1)

OR

(b) "Quantity of money is the main determinant of value of money." Elaborate with the help of Fisher's theory.

10 Marks (CO1)

P. T. O.

2. (a) What was the need to reinstate the quantity theory of money? Bring out the improvements. 10 Marks (CO1)

OR

- (b) Critically examine the Liquidity
 Preference Theory. 10 Marks (CO1)
- 3. (a) Deliberate upon the factors impacting Demand of Money. 10 Marks (CO1)

OR

- (b) "The value of money cannot remain stable when there is too much money chasing too few good." Discuss the impact and causes of the same.

 10 Marks (CO2)
- 4. (a) Distinguish between good and bad deflation by focusing on the causes of each.

 10 Marks (CO2)

OR

(b) Identify and deliberate upon the kind of instability in value of money which is predicted at large due to the ongoing war between the two.

10 Marks (CO2)

5. (a) Define exchange rate and discuss the factors that may impact the exchange rate.

10 Marks (CO2)

OR

(b) "Capital Market leads to Capital Formation which is vital for Economic Development." Discuss. 10 Marks (CO2)