

2021

Bachelor of Business Administration

Third Semester

BBA-204: Economics of Money and Banking

Time allowed: 3 Hours

Max. Marks: 80

NOTE: Attempt four short answer type questions from Section–A. Attempt two questions each from Section B and C respectively.

x-x-x

Section – A

- I. Attempt any four of the following:-
- a) How do you calculate total demand for money?
 - b) List the qualities of Good Monetary System
 - c) Explain the concepts of M_1 , M_2 , M_3 , and M_4 .
 - d) Explain the need for credit monitoring.
 - e) Differentiate between promissory notes, bills of exchange and cheques.
 - f) List out the advantages of cheque truncation system (CTS) (4x5)

Section – B

- II. Compare and contrast Tobin Portfolio Approach and Boumol's Inventory Approach for understanding demand for money framework. (15)
- III. a) List the qualities of Good Monetary System
b) Explain Keynesian Views on Monetary Policy. (15)
- IV. Explain monetary transmission mechanism in the Keynesian Theory. (15)
- V. a) Explain the modern theory of money supply.
b) Explain Fisher's quantity theory of money? (15)

Section – C

- VI. Discuss the overall functions performed by the commercial banks in India. (15)
- VII. a) Explain the various monetary and non monetary functions of RBI.
b) Differentiate between RTGS, NEFT and SWIFT (15)

(2)

- VIII. Explain the importance of E-banking system in India. Describe how Indian customers are reacting to E-banking post demonetization? (15)
- IX. Discuss the various types of risks faced by a banker and suggest measures to mitigate them. (15)

x-x-x