FYUG Odd Semester Exam., 2025

ECONOMICS

(5th Semester)

Course No. : ECODSC-302T

(Money Banking and Finance)

Full Marks : 70
Pass Marks : 28

Time : 3 hours

The figures in the margin indicate full marks for the questions

UNIT—I

1. Answer any *two* from the following : 2×2=4

   (a) Distinguish between fiat money and fiduciary money.

   (b) What is the difference between money and near money?

   (c) What is narrow money?

(Turn Over)

2. Answer any *one* from the following : 10

(a) What do you mean by supply of money? Explain briefly the different measures of money supply. 2+8=10

(b) What are the determinants of money supply? Discuss. 10

UNIT—II

3. Answer any *two* from the following : 2×2=4

(a) Define financial system.

(b) Name two components of financial system.

(c) Point out two differences between money market and capital market.

4. Answer any *one* from the following : 10

(a) Define financial markets. Explain its function and importance in an economy. 2+8=10

(b) What is money market? What are the features of money market? Explain. 2+8=10

(Continued)

UNIT—III

5. Answer any *two* from the following : 2×2=4

(a) What is a commercial bank? Give an example of a commercial bank of India.

(b) Mention any two types of commercial bank.

(c) What is credit creation?

6. Answer any *one* from the following : 10

(a) Explain briefly the functions of commercial bank.

(b) Explain briefly how commercial banks create credit.

UNIT—IV

7. Answer any *two* from the following : 2×2=4

(a) Why is the central bank called lender of the last resort?

(b) What is the name of the central bank in India? When was it established?

(c) What is monetary policy?

(Turn Over)

8. Answer any *one* from the following : 10

(a) Explain the role of central bank as controller of credit.

(b) What are the objectives of monetary policy? Explain.

UNIT—V

9. Answer any *two* from the following : $2\times2=4$

(a) What do you mean by NBFIs?

(b) Write two services provided by NBFIs.

(c) Give two examples of NBFIs.

10. Answer any *one* from the following : 10

(a) What are the different types of NBFIs? What are its functions? Explain. $2+8=10$

(b) Explain the role of NBFIs in financial system of a country. 10

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