DE-234

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DISTANCE EDUCATION B.B.M. DEGREE EXAMINATION, DECEMBER 2010.

MONEY AND BANKING

Time : Three hours

Maximum : 100 marks

SECTION A — $(5 \times 8 = 40 \text{ marks})$

Answer any FIVE questions.

All questions carry equal marks.

Each answer should not exceed a page.

- 1. State the characteristics of money and explain its functions.
- 2. Describe Inflation and Deflation.
- 3. Explain the characteristics of under developed money markets.
- 4. Explain the organisation and structure of banks.
- 5. Bring out the role of the State Bank of India in Rural Financing.
- 6. Write a note on monetary policy and discuss any four features of the recent monetary policy.

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- 7. Sketch out the organisational structure of the RBI
- 8. Discuss the functions of the RBI.

SECTION B — $(4 \times 15 = 60 \text{ marks})$

Answer any FOUR questions.

Each question carries 15 marks.

Each answer should not exceed 3 pages.

- 9. Examine the significance of money in a modern economy.
- 10. Explain the quantity theory of money.
- 11. Explain the constituents of the money market.
- 12. Explain the functions of commercial banks.
- 13. Discuss about the problems and prospects of Indian Private Sector Banks.
- 14. What is a Central Bank? Discuss its role in a developing economy.

15. Discuss the evolution and organisation of the RBI.

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