Saintgits College of Applied Sciences, Pathamuttom

II Internal Examination, September 2016

Third Semester

Time: 3 Hours B A Corporate Economics Max. Marks: 80

Monetary Economics -I

 Section A

 Answer all the **ten** questions. Each question carries one mark.

1. Value of money
2. Define money
3. Galloping inflation
4. Bimetalism
5. Money as medium of exchange
6. Robertson equation of quantity theory
7. Barter system
8. Socialist economy
9. Ratchet inflation
10. Monetary standard 10x1=10 marks

 Section B-Answer any eight of the following. Each question carries two marks

1. Explain Greshams law.
2. Discuss the main features of silver standard system?
3. Distinguish between proper money and money of account.
4. What are the secondary functions of money?
5. What is proportional reserve system?
6. Which are the different types of near money?
7. Give ant two features of mixed economy?
8. What do you mean by velocity of money?
9. According to cash balance approach what determines the value of money?
10. What are the features of a good monetary system?
11. Explain briefly inflationary gap.
12. What do you mean by deflation?

 8x2=16 marks

 Section C-Answer any six of the following. Each question carries 4 marks.

1. What is quantity theory of money?
2. Bring out the merits and demerits of paper currency standard.
3. Distinguish between inflation and deflation.
4. Which are the systems of note issue?
5. Is money a real or nominal variable? Why?
6. Explain the automatic working of gold standard system.
7. Write a note on evolution of money.
8. Write a note about the types of inflation?
9. Distinguish between demand pull and cost push inflation.

 6x4=24 marks

 Section D- Answer any two of the following. Each question carries 15 marks.

1. Critically evaluate quantity theory of money.
2. Explain in detail money and its classification.
3. Explain the development and problems of Indian currency system.
4. Inflatio is inevitable in a developing economy.Discuss.

 2\*15=30 marks

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