



QP CODE: 19101577



Reg No : .....

Name : .....

**BA DEGREE (CBCS) EXAMINATION , MAY 2019**

**Fourth Semester**

B.A Corporate Economics Model III

**Core Course - EC4CRT08 - MONETARY ECONOMICS - II**

2017 ADMISSION ONWARDS

64C1796B

**Maximum Marks: 80**

**Time: 3 Hours**

**Part A**

Answer any **ten** questions.

Each question carries **2** marks.

1. What is classical school?
2. Explain the term value of money.
3. Explain the Friedman's equation of demand for money.
4. What is induced investment ?
5. What is MEC?
6. What is classical school of thought?
7. What is wealth effect?
8. Cyril Radcliff report based on what?
9. What is transactionary motive demand for money?
10. What is running inflation?
11. What is REPO rate?
12. What is Inflation?

(10×2=20)

**Part B**

Answer any **six** questions.

Each question carries **5** marks.

13. Explain liquidity preference theory of money?
14. Distinguish between money and near money.
15. State the features of a business cycle.
16. What is saving function? Give the technical attributes of saving function.
17. Illustrate the Pigou effect.





18. Explain multiplier.
19. Can you say that a certain quantity of money, or a price, is an expression of value?
20. Explain financial intermediaries?
21. Describe the types of inflation.

(6×5=30)

### **Part C**

Answer any **two** questions.

Each question carries **15** marks.

22. 'The Baumol-Tobin model cannot realistically explain the demand for money'. Comment.
23. Explain commodity theory of money.
24. Analyse sayer's version of the liquidity theory.
25. Point out the methods to curb out inflation?

(2×15=30)

