

2012
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

1. Attempt any four out of the following:
 - a) What are the difficulties in barter system?
 - b) Give the advantages of Electronic funds transfer.
 - c) Distinguish between money and near money.
 - d) Write a short note on Non performing Assets of a bank.
 - e) What do you mean by Cheque Truncation System.
 - f) What are the characteristics of a commercial bank?

(5x4=20)

Section - B

2. Discuss Keynesian theory of demand for money. How does it is different from classical theory of demand for money? (10+5)
3. What do you mean by Velocity of money? Explain the factors affecting the Velocity of money. (5+10)
4. What are different forms of Gold standard? Give main Advantages and Disadvantages of Gold standard. (8+7)
5. What do you mean by monetary policy and explain the major instruments of monetary policy. (5+10)

Section - C

6. Discuss the major banking sector reforms in India? (15)
7. Explain the quantitative techniques of credit control used by central bank of a country.(15)
8. What do you mean by IMF? What are its achievements and failures? (6+9)
9. "Risk management primarily entails identifying the risk, measuring the risk and finally managing the risk" Elaborate the statement. (15)

x-x-x