



K-0686

Third Year B. Com. (Hons.) Examination
October/ November – 2012
Money & Financial Systems

Time : Hours]

[Total Marks : 70

Instructions :

(1)

नीचे दर्शाविए निशानीवाणी विगतो उत्तरवडी पर अवश्य लखवी. Fillup strictly the details of signs on your answer book.	Seat No. :
Name of the Examination :	<input type="text"/>
<input type="text" value="THIRD YEAR B. COM. (HONS.)"/>	<input type="text"/>
Name of the Subject :	<input type="text"/>
<input type="text" value="MONEY & FINANCIAL SYSTEMS"/>	<input type="text"/>
Subject Code No. : <input type="text" value="0"/> <input type="text" value="6"/> <input type="text" value="8"/> <input type="text" value="6"/>	<input type="text"/>
Section No. (1, 2,.....): <input type="text" value="NIL"/>	<input type="text"/>
	<input type="text" value="Student's Signature"/>

- (2) All questions are compulsory.
(3) All questions carry equal marks. (10 each)

- 1 Very short answer of questions : (two marks each)
- (1) What is limited and unlimited legal tender currency ?
 - (2) Define gilt-edged securities.
 - (3) Differentiate between Administered rates and market rates of interest.
 - (4) What do you understand by the term "Re-finance" ?
 - (5) What is credit creation ?
- 2 "Money is a medium of exchange and all other functions of money depend on it". Discuss.
- 3 Discuss the role of non-banking intermediaries in our financial system.
- 4 Explain the process of credit creation by commercial banks. Point out their limitations.
- 5 Discuss the functions of RBI in detail.
- 6 Describe in detail the progress made by commercial banks after nationalisation.
- 7 Write short notes : (any two)
- (a) Instruments of money market.
 - (b) Factors affecting interest rates
 - (c) Classification of money.