18050005010030001

Veer Narmad South Gujarat University

B.Com. L.L.B. (Hons) (Sem. I)

November-2025 Examination

Money & Financial System –I

[Time: 3 Hours] **[Total Marks: 70]**

Instructions: **(1) All questions are compulsory.**
(2) Figures to the right indicate full marks of the question.

1	"Money performs several important functions in an economy." Explain these functions in detail.	12
	OR	
1	Explain the different measures of money supply adopted by the Reserve Bank of India.	12
2	Discuss how RBI, as a lender of last resort, protects the banking system from crises.	12
	OR	
2	Describe in detail the three-tier structure of cooperative banks in India and their functions.	12
3	Discuss the functions and achievements of NABARD. Give suggestions for making improvement in its working.	12
	OR	
3	Describe in detail the objectives, functions, and significance of the IMF.	12
4	Describe the role of development banks in promoting industrial growth and infrastructure development in India.	12
	OR	
4	Write an explanatory note on - a. SIDBI b. Methods of Issuing Notes	 06 06
5	"Bank nationalization helped in directing credit to priority sectors and controlling concentration of wealth." Discuss.	12
	OR	
5	"Credit creation by banks is a key function that supports economic development." Discuss.	12
6	**Short Note (Any Two)** **1.** Concept of near money with suitable examples. **2.** Objectives and functions of the World Bank. **3.** EXIM Bank. **4.** Role of RBI in maintaining foreign exchange stability.	10