**SAINTGITS COLLEGE OF APPLIED SCIENCES**

PATHAMUTTOM P.O, KOTTAYAM

I Internal Examination [July 2016]

**BA CORPORATE ECONOMICS (Third Semester)**

**MONETARY ECONOMICS I**

Total Marks: 50 Time: 2 hours

***Answer all questions. Each question carries 1 mark***

1. What is meant by deferred payments?
2. What do you mean by near money?
3. According to classical view what is the main function of money?
4. Define money.
5. Give an example of a fiat money.

(5 × 1 = 5 marks)

***Answer any 5 questions. Each question carries 2 marks.***

1. Distinguish between limited and unlimited legal tender.
2. Explain Gresham’s Law.
3. List out the different types of gold standard.
4. Give any two merits of paper currency standard..
5. What is the difference between commodity money and representative money?
6. What are the different types of near money ?

(5 × 2 = 10 marks)

***Answer any 5 questions. Each question carries 4 marks.***

1. What are the different types of paper money?
2. Explain the primary functions of money.
3. What was barter system abolished?
4. Explain the role of money in a socialist economy.
5. What are the rules of a gold standard game?
6. Write a note on evolution of money.

(5 × 4 = 20 marks)

***Answer any 1question. The question carries 15 marks.***

1. Explain the classification of money.
2. Examine the working of a gold standard and the reasons for its decline.

(1× 15 = 15marks)

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