

TILAK MAHARASHTRA VIDYAPEETH, PUNE**MASTER OF COMMERCE (M.COM)****EXAMINATION: MAY 2023****SECOND SEMESTER****Sub: Monetary Policy (MCB - 212)****Date: 25/05/2023****Total Marks:60****Time:10.00 am to 12.30 pm****Instructions:**

- 1) All questions are compulsory.
- 2) Figures to the right indicate full marks.

Q.1 Answer the following questions. (Attempt any two) (32)

1. State the quantitative instruments of monetary policy with their mechanism and effectiveness.
2. What is the role of RBI in export credit refinance?
3. Explain the money supply measures of RBI.
4. Explain in detail the importance of monetary policy.

Q.2 Answer the following. (Attempt any one) (08)

1. Discuss the role of regional rural banks in rural development.
2. Explain the concept of Exchange Rate stability.
3. State the concept of high-powered money.

Q.3 Write short notes. (Attempt any two) (10)

1. Factors affecting the Monetary policy
2. Objectives of International Finance Corporations
3. Demand Deposits
4. EXIM Bank

Q.4 Select the Correct Alternatives (Attempt Any Ten) (10)

1. In view of the economy, _____ is dangerous.

a) Growth	b) Unemployment
c) Stability	d) Security
2. _____ regulates the credit supply according to the needs of traders.

a) HDFC	b) RBI
c) ICICI	d) SBI
3. Term lending loans are given for long periods ranging from _____ years.

a) 1-10	b) 2-5
c) 5-15	d) 1-20
4. _____ acts as a circulating medium of exchange.

a) Money	b) Negotiable instruments
c) Credit Cards	d) None of these
5. Small Road Transport Scheme was introduced by _____ for financing transport system for non-farm sectors.

a) LIC	b) RRB
c) NABARD	d) BATA

6. CRR means, _____.
- a) Capital Reserve Ratio
 - b) Capacity Reserve Ratio
 - c) Conditions Reserve Ratio
 - d) Cash Reserve Ratio
7. The currency is issued by only the Central Bank of the country and has its legal status therefore, it is called _____
- a) legal currency
 - b) legal instrument
 - c) legal tender
 - d) legal notice
8. L1 includes _____ certificates.
- a) Share
 - b) National Savings
 - c) Monetary
 - d) None of these
9. NTP means, _____ Transit Period.
- a) Nominal
 - b) Normal
 - c) National
 - d) Natural
10. Full form of OMO is _____.
- a) Optional Market Operations
 - b) Open Market Operations
 - c) Objective Market Operation
 - d) On Market Operations
11. Full form of SLI is , _____
- a) State Level Institutions
 - b) Standard Level Institutions
 - c) State Level Industries
 - d) State Large Institutions
12. The pattern of Central Banking in India was based on the _____.
- a) HDFC
 - b) RBI
 - c) ICICI
 - d) Bank of England
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