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MASTER OF COMMERCE (M.COM)
EXAMINATION: DECEMBER- 2023
SECOND - SEMESTER
Sub: Monetary Policy (MCB-212)

Date: 15/12/2023

Total marks: 100

Time: 10.00am to 01.00pm

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

Q.1 Answer the following questions. (Attempt any two) (30)

1. Explain in detail the rehabilitation of Sick Industrial Units.
2. Explain the money supply measures of RBI.
3. Explain qualitative instruments of monetary policy with their mechanism and effectiveness.
4. Explain in detail the objectives of Monetary policy.

Q.2 Answer the following questions. (Attempt any three) (30)

1. Explain the concept of Exchange Rate stability.
2. Describe post-shipment finance in detail.
3. Discuss the role of regional rural banks in rural development.
4. State the importance of High-Powered Money.
5. What are the recommendations of the Chakravarty committee report on the working of the Indian Monetary system?

Q.3 Write short notes. (Attempt any four) (20)

1. Characteristics of money supply measures
2. Credit rationing
3. Objectives of International Finance Corporations
4. Price Stability
5. Factors affecting monetary policy
6. Demand Deposits

Q.4A. Answer in one Sentence (Attempt any five) (10)

1. How does the RBI control the volume of credit?
2. Write the full form of OMO?
3. What is the main motto of Monetary Policy?
4. What is the full form of SLR?
5. State the full form of CRR.
6. What is the aim of Quantitative method?
7. Write the full form of HDFC.

B. Select the correct Alternatives (Attempt any ten) (10)

1. 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
2. NTP means, _____ Transit Period.
 - a) Nominal
 - b) Normal
 - c) National
 - d) Natural
3. The qualitative method of credit regulation is known as _____.
 - a) Selective Committee Control
 - b) Selective Credit Control
 - c) Selective Company Compliance
 - d) Specific Credit Condition
4. L1 includes _____ certificates.
 - a) Share
 - b) National Savings
 - c) Monetary
 - 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. Treasury bills are issued for _____ days.
 - a) 365
 - b) 182
 - c) 360
 - d) 90
7. Full form of GDP _____.
 - a) Govt. Demand Policy
 - b) Gross Domestic Product
 - c) Govt. Demonetization Product
 - d) Gross Demand Policy
8. In view of the economy _____ is dangerous.
 - a) Growth
 - b) Unemployment
 - c) Stability
 - d) Security
9. Bridge loans were sanctioned in the year _____ after certain restriction from RBI
 - a) 1997
 - b) 1999
 - c) 1995
 - d) 1996
10. _____ acts as a circulating medium of exchange.
 - a) Money
 - b) Negotiable instruments
 - c) Credit Cards
 - d) None of these
11. Term lending loans are given for long periods ranging from _____ years.
 - a) 1-10
 - b) 2-5
 - c) 5-15
 - d) 1-20
12. _____ regulates the credit supply according to the needs of traders.
 - a) HDFC
 - b) RBI
 - c) ICICI
 - d) SBI