

STELLA MARIS COLLEGE(AUTONOMOUS), CHENNAI-600086

DEPARTMENT OF ECONOMICS

END SEMESTER EXAMINATION - DECEMBER 2020

GENERAL ELECTIVE COURSE

MONEY MATTERS

CODE: 15EC/GE/MM23

Max Marks : 50

Time: 90 minutes

SECTION – A

(5x3 =15 )

Answer any Five questions. Each answer not to exceed 50 words

1. Define money
2. What is standard money?
3. State the relationship between value of money and the price level.
4. Define inflation.
5. What is index number?
6. Distinguish between fixed and flexible exchange rate
7. Define monetary policy.

SECTION – B

Answer any Two questions. Each answer not to exceed 300 words (2x10 = 20)

8. Briefly explain the evolution of money.
9. Explain the quantitative instruments of credit control
10. Explain the concept of money supply according to the third working group (1998)
11. Describe the various concepts of interest rates.

SECTION – C

Answer any ONE question in 800 words (1x15 = 15)

12. Explain in detail the various functions of money.
13. Define inflation. Briefly explain the causes and effects of inflation.