

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2019 – 2020 & thereafter)
SUBJECT CODE: 19EC/AC/FM25

B.Com. DEGREE EXAMINATION APRIL 2022
ACCOUNTING & FINANCE
SECOND SEMESTER

COURSE : ALLIED - CORE
PAPER : MONEY, FINANCIAL MARKETS AND INTERNATIONAL TRADE
TIME : 3 HOURS **MAX.MARKS: 100**

SECTION A

ANSWER ANY TEN QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS:

(10 X 2 = 20)

1. What is Narrow Money?
2. Define Index Numbers.
3. Write a note on Treasury Bills.
4. What are the objectives of Monetary Policy?
5. State the functions of Central Banks.
6. Define Monetary Base?
7. What is Cash Reserve Ratio?
8. Name the items that appear in the Current and Capital Accounts of the Balance of Payments statements.
9. What is Trade Protectionism?
10. State any four causes for disequilibrium in Balance of Payments.
11. Differentiate between Commercial Paper and a Certificate of Deposit.
12. Name any four Non-Banking Financial Institutions in India?

SECTION B

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 400 WORDS:

(5 X 8= 40)

13. What are the different types of Forex Markets?
14. Examine the various functions of commercial banks?
15. Discuss the different stages in the evolution of money.
16. What are the various measures of money supply in India?
17. Discuss the features of any four money market instruments.
18. What are the different types of debentures available for investment?
19. Differentiate between Equity shares and Preference Shares.
20. Analyse the importance of Capital Markets in India.

SECTION C

ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1000 WORDS:

(2X 20 = 40)

21. Explain the various credit control measures adopted by the Central Bank to regulate the supply of money.
22. Analyze the factors affecting the Supply and Demand for Money.
23. Discuss the merits and demerits of Fixed and Flexible Exchange Rate system.
24. Critically examine the advantages and disadvantages of free trade and protectionism with suitable examples.
