STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2011 – 2012 & thereafter)

SUBJECT CODE: 11EC/PC/MO14

M.A. DEGREE EXAMINATION NOVEMBER 2014
BRANCH   III – ECONOMICS
FIRST SEMESTER

COURSE   : CORE
PAPER   : MONETARY ECONOMICS
TIME   : 3 HOURS   MAX.MARKS : 100

SECTION – A

I.   **Answer any FIVE Questions. Each answer should not exceed 300 words.**
                                                                            (5 X 8 = 40)

1. State the different views regarding the concept of money supply.

2. How are changes in the value of money measured?

3. Money is good servant, but a bad master – Examine the Statement.

4. Discuss the concept of money in a theory of finance given by Gurley and Shaw.

5. Critically examine Fisher's Quantity Theory of Money.

6. Explain Keynes' Real balance equation.

7. Discuss the performance of NBFI's in India.

8. Describe briefly how monetary policy can be used to achieve full employment.

SECTION – B

II.   **Answer Any THREE questions. Each answer should not exceed 1200 words.**
                                                                            (3X20 = 60)

9. "The value of Money is the consequence of income rather than quantity of money" –
    Explain.

10. Discuss the Friedman's Restatement of quantity theory of money

11. Examine the Tobin's Portfolio selection model of liquidity preference.

12. Briefly discuss the recent reforms in NBFI's.

13. "Monetary Policy is far more effective for controlling inflation than Fiscal Policy". –
    Discuss.

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