

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2015 – 2016 and thereafter)

SUBJECT CODE: 15EC/PC/MO14

M.A. DEGREE EXAMINATION NOVEMBER 2018
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. Write a brief note on the approach of Money on Wings.
2. How does High powered money influence money supply?
3. Briefly explain Newmann-Morgenstern Model.
4. Write a brief note on behavioral theory of money supply.
5. Explain the types of foreign exchange interventions.
6. Analyze the impact of NBFIs upon monetary policy.
7. Historically what goals are mandated for central bank? Why have the goals pursued in recent years been narrowed to “inflation targeting”?

SECTION – B

II. Answer Any THREE questions. Each answer should not exceed 1200 words.

(3X20 = 60)

8. Discuss Keynes theory of demand for money. In what respect it marks a departure from pre Keynesian money demand theory?
9. Explain various types of interest rate and how is it determined?
10. Explain the various instruments of monetary policy. Discuss the effectiveness of LAF as instruments of monetary policy in combating inflation.
11. Discuss the monetary approach to BOP adjustments.
12. Examine the recommendations of Narasimhan Committee report.
