



I Semester M.Com. Examination, August/September 2021  
(CBCS Scheme) (2020 – 2021 and Onwards)

COMMERCE

Paper-1.1 : Monetary System

Time : 3 Hours

Max. Marks : 70

SECTION – A

1. Answer **any seven** questions out of ten. **Each** question carries **two** marks. **(7×2=14)**
- Define value of Money.
  - What is Triffin Dilemma ?
  - Name the institutions established under Brettonwood agreement.
  - What is SDR ?
  - What is floating exchange rate system ?
  - What is Green Masala Bond ?
  - Give any two examples of virtual currencies.
  - What is soft money ?
    - Give the meaning of currency devaluation.
    - What is meant by current account convertability ?

SECTION – B

Answer **any four** questions out of six. **Each** question carries **five** marks. **(4×5=20)**

- Explain the functions of Money.
- Bring out the differences between balance of payment and balance of trade.
- Describe the circular flow of money.
- Write a note on Euro Bond Market.
- What are the pro's and con's of a fixed exchange rate system ?
- Explain the role of IMF in International Monetary system.

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## SECTION - C

Answer **any two** questions out of four. **Each** question carries **twelve** marks. (2×12=24)

8. Explain the various theories of money.
9. What do you mean by Gold standard ? Explain the different types of Gold standards.
10. What are the various elements of International financial system ? Briefly explain the role of financial markets in an economy like India.
11. Write a note on the following :
  - a) Macro economic variables affecting money supply.
  - b) Disequilibrium in the balance of payment.
  - c) Exchange rate management in India.

## SECTION - D

Answer the following question.

(1×12=12)

12. 'RBI is planning to launch its own digital currency'. In this context bring out the potential opportunities and challenges, the country would be exposed to, with the introduction of digital currency.

## SECTION - B

Answer any four questions out of six. Each question carries five marks. (4×5=20)

1. Explain the functions of money.
2. Bring out the differences between balance of payment and balance of trade.
3. Describe the circular flow of money.
4. Write a note on Euro Bond Market.
5. What are the pros and cons of a fixed exchange rate system ?
6. Explain the role of IMF in International Monetary system.