



PG – 878

I Semester M.Com. Examination, August/September 2021

(CBCS Scheme)

COMMERCE

Paper – 1.1 : Monetary System

Time : 3 Hours

Max. Marks : 70

SECTION – A

1. Answer **any seven** of the following sub-questions. **Each** question carries **two** marks. (7×2=14)

- a) How do you determine Value of money ?
- b) Give the meaning of monetary system.
- c) What is Gold Specie Standard ?
- d) What is meant by International monetary system ?
- e) Name of the components of Balance of trade.
- f) Define Money.
- g) What is SDR ?
- h) Illustrate Exchange rate under Gold standard.
- i) What is meant by Samurai Bond ?
- j) State the meaning of Capital account convertibility.

SECTION – B

Answer **any four** questions. **Each** question carries **five** marks.

(4×5=20)

2. Briefly explain the role of money in an economy.
3. Explain the principles of note issue in India.
4. Write a note on fixed vs. flexible exchange rates.
5. Describe the various participants in International financial system.
6. Explain the causes for disequilibrium in BOP.
7. What is forex market ? Explain the elements of forex market.

P.T.O.



SECTION – C

Answer **any three** questions. **Each** question carries **twelve** marks.

(3×12=36)

8. Critically examine the theories of value of money.
9. What do you mean by sound currency system ? Describe the essential of sound currency system.
10. Describe the evolution of international monetary system.
11. Explain the role of international financial markets in international financial system.
12. Discuss the recent developments in foreign capital flows with their relevance for economic development.