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St. Claret College

Autonomous, Bengaluru

ROLL NO:
DATE:

PG END SEMESTER EXAMINATION-FEB 2025

M.Com. FIRST SEMESTER

MCO1124: Monetary System

TIME: 3 hours. **MAX. MARKS: 70**

This paper contains Two printed pages and Four parts

Instructions:
1. Verify and ensure that the question paper is completely printed.
2. Any discrepancies or questions about the exam paper must be reported to the COE within 1 hour after the examination.
3. Students must check the course title and course code before answering the questions.

PART-A

Answer SIX questions out of Eight. Each answer carries TWO marks. **[2x6 = 12]**

1. Define time value money.
2. What is Triffin dilemma?
3. What is floating exchange rate system?
4. Name the institutions established under Bretton wood agreement?
5. What is Green Masala Bond?
6. Give the meaning of currency devaluation.
7. What is meant by current account convertibility?
8. What do you mean by Creeping Inflation?

PART-B

Answer any THREE questions out of FIVE. Each answer carries EIGHT marks. **[8x3=24]**

9. Explain the functions of Money.
10. Bring out the differences between balance of payment and balance of trade.
11. Describe the circular flow of money.
12. Explain the role of IMF in international monetary system.
13. Explain the significance of Euro Bond Market and Euro Currency in International Financial System.

PART-C

Answer any TWO questions out of THREE. Each answer carries TEN marks. [10X2=20]

14. Explain the various theories of value of money.

15. What do you mean by Gold standard? Explain the different types of Gold standards.

16. What are the various elements of international financial system? Briefly explain the role of financial markets in an economy like India.

PART-D

Answer the following. **[14X1=14]**

17. 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.

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