1. Answer the following: \(1 \times 10 = 10\)

(a) What is the most distinguishing feature of money?

(b) What is a standard money?

(c) Why is net demand deposit a component of money supply and not the gross demand deposit?

(d) What is the most liquid asset of a commercial bank?

(e) What distinguishes a commercial bank from other financial institutions?
(2)

(f) Give two examples of 'near money'.

(g) Who frames the monetary policy of India?

(h) What distinguishes selective credit control from quantitative credit control?

(i) What is a 'surplus unit' in an economy?

(j) Which of the following is not a debt instrument?
   - Bond, Debentures, Equity, Treasury Bills

2. Answer the following questions: 2x5=10
   
   (a) State the components of 'narrow money'.

   (b) Name two assets and two liabilities of a commercial bank.

   (c) State two distinguishing features of a monetary policy.

   (d) What are the main components of a financial system?

   (e) Name two National Stock Exchanges of India.

3. Answer any four of the following: 5x4=20
   
   (a) State briefly the functions of money.

   (b) What is the conflict between liquidity and profitability objectives of a commercial bank?

   (c) What are the limitations of credit creation of a commercial bank?

   (d) Are the goals of maximum feasible output and price stability consistent with each other? Comment.

   (e) Distinguish between the money market and the capital market giving suitable examples.

   (f) What is a stock market index? How is it calculated?

4. Answer any four of the following: 10x4=40
   
   (a) Discuss how money has revolutionized the exchange economy.

   (b) Discuss different functions of money.

   (c) Explain the process of credit creation by a commercial bank.

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(d) Comment on the role of commercial banks in the development of a region, including financial inclusion.

(e) Critically discuss the quantitative credit control measures of a commercial bank.

(f) Discuss the promotional role played by the RBI in the Indian economy.

(g) Explain the role of a sound financial system in a modern economy.

(h) Discuss how stock market contributes to the industrial development of a country.