

Seat No. : _____

AB-130

April-2018

T.Y.M.B.A. Integrated, Sem.-VI

Public Finance, Money and Banking

Time : 3 Hours]

[Max. Marks : 100

Instruction : Draw diagram if required.

1. (A) Explain the Evolution of Money. Also explain the methods of issuing paper currency. **10**
(B) Explain the transaction, precautionary and speculative demand for money in detail. **10**
2. (A) Discuss in detail the primary and secondary function of money. **10**
(B) Discuss the Cash balance approach of Quantity Theory of Money. **10**
3. (A) Elaborate the process of credit creation with the help of an example. **10**
(B) Describe various quantitative instruments of credit control used by the central bank. **10**
4. Explain fully the principle of maximum social advantage. What difficulties arise in following this principle in actual practice ? **20**

OR

- (A) Write a note on “Ability to Pay” principle. **10**
- (B) Discuss different types of taxation. **10**

AB-130

5. Discuss burden of internal and external public debt. **20**

OR

(A) Describe the effect of public expenditure on economy. **10**

(B) What are the methods of debt redemption ? Discuss. **10**
