

Duration : 2 ½ hours

Total: 75 Marks

Instructions for students: 1) All questions are compulsory  
2) Figures to the right indicate marks.

Q1) (A) Choose the correct alternative. (Any Eight)

(8)

1. Monetary policy deals with.....  
a) Tax structure      b) Subsidy      c) Inflation      d) Current account
2. The central bank of China is.....  
a) People's Bank of China      b) Reserve Bank of China      c) Federal Bank of China  
d) Swiss bank of China
3. Under the flexible exchange rate mechanism exchange rate is determined by.....  
a) Government of India      b) RBI      c) market force      d) Ministry of Finance
4. BIS stand for.....  
a) Banking and Insurance Scheme      b) Bank foreign International society  
c) Bank for an International settlement      d) Business information society
5. Import export policies handle by.....  
a) Labour ministry      b) EXIM Bank      c) RBI      d) ministry of Commerce
6. In CAMELS overall rating model, which number show highest rating scale of 1 to 5  
a) 1      b) 2      c) 4      d) 5
7. There are.....Institute in the World Bank.  
a) 8      b) 7      c) 6      d) 5
8. Federal Reserve system came into the exist in the year .....  
a) 1910      b) 1912      c) 1913      d) 1915
9. Licenses start the bank are issued by.....  
a) RBI      b) SEBI      c) IRDA      d) ITA
10. Pradhan Mantri Jan Dhan Yojana is concerned with.....  
a) financial inclusion      b) national literally      c) human development      d) capital market

**Q. 1(B) State whether the following statements are true or false (Any Seven) (7)**

- 1) The Federal Reserve system is a Central Bank of USA
- 2) REPO are used to inject liquidity in the market
- 3) Any organization accepting deposit for its own sake is called as Bank
- 4) During the recession government increase its expenditure
- 5) Monetary policy alone can control inflation
- 6) CRR and SLR are monetary policy instrument
- 7) Commercial paper is issued by RBI
- 8) The RBI was established at the private shareholder Bank
- 9) When the inflation rises the RBI sells the bonds
- 10) The Banking Regulation Act 1949 gave a power to the commercial bank

**Q2 A) What are the causes of changing face of Central banking (8)**

**B) Evaluate the traditional functions of RBI (7)**

**OR**

**C) Explain the meaning of autonomy of Central Bank and also explain the factor limiting the autonomy of Central Bank (8)**

**D) Explain briefly about the various department of RBI (7)**

**Q3 (A) Define monetary policy and explain the objectives of Monetary policy in detail. (8)**

**(B) Explain the organizational framework of RBI. (7)**

**OR**

**(C) Elaborate the objectives and instruments of Fiscal Policy (8)**

**(D) Explain merits and demerits of unified regulator. (7)**

**Q4 (A) Define Banking and explain the functions of Banking according to Banking Regulations act of 1949. (8)**

**(B) Define off-site monitoring & explain off-site monitoring in different countries. (7)**

**OR**

**(C) Explain the structure of Capital market in India. (8)**

**(D) Discuss the recommendations of Narasimhan committee 1991. (7)**

**Q5 (A) Explain in detail the working Federal Reserve Bank. (8)**

**(B) Explain the guidelines framed by BIS to manage risk due to advancement in technology. (7)**

**OR**

**Q5 (C) Write short notes on (Any three) (15)**

- 1) E-banking
- 2) International Monetary Fund
- 3) E- payments
- 4) BIS
- 5) European central banking system

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