

6. (a) What is Exchange Control? Explain its merits and demerits.
- (b) Distinguish between balance of trade and balance of payments.
- (c) Critically examine the theory of comparative costs.

Following Paper ID and Roll No. to be filled in your Answer Book.

PAPER ID : 29206

Roll
No.

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(Int.) BA LL B Examination 2016-2017

(Second Semester)

ECONOMICS - II

Time : 3 Hours]

[Maximum Marks : 60

Note :- Attempt all questions.

SECTION - A

1. Attempt all parts of the following : $8 \times 1 = 8$
- (a) Meaning of monetary standard.
- (b) Define Gresham's law.
- (c) What are different types of bank account / deposits.
- (d) What is Repo rate?
- (e) Define CRR.

- (f) Explain Excise Duties.
- (g) Meaning of incidence of tax.
- (h) Define balance of trade.

SECTION – B

2. Attempt any two parts of the following : $2 \times 6 = 12$

- (a) “Money is what money does”. Comment on this statement and state the function of money.
- (b) Explain the important functions of a modern Commercial Bank.
- (c) What is Public Finance? State and explain its importance in economy.
- (d) Explain the advantages and disadvantages of international trade.

SECTION – C

Note :- All questions are compulsory. Attempt any two part from each questions. $5 \times 8 = 40$

3. (a) Define Index Number. Describe advantages and limitations of index number.

- (b) Distinguish between ‘Demand-Pull’ inflation and ‘Cost-Push’ inflation.
- (c) What are the essential features of Bimetallism? Describe its merits and demerits.
4. (a) Discuss the objectives of Bank nationalisation in 1969 and 1980.
- (b) Describe the organisation and management of Reserve Bank of India. What are the functions of RBI?
- (c) Discuss the principal objectives of Monetary Policy.
5. (a) What are the characteristics of a good tax system.
- (b) Explain the objectives and effect of public expenditure.
- (c) What do you mean by deficit financing? Discuss role of deficit financing in developing economy.