#### B. Com-II

# **Indian Financial System**

### Paper-BC- 206(i)

Time:- 3 Hours M.Marks-80

Note:- Attempt Five questions in all selecting at least One but not more than Two questions from each unit. All questions carry equal marks.

#### **UNIT-I**

- Q 1. What do you mean by money? Explain the functions of money. Also examine the Fisher's Quantity Theory of Money.
- Q 2. What are the different sources of finance? Discuss the role of finance in the economic development of a country.
- Q 3. Critically examine the method of note issue in India.

## **UNIT-II**

- Q 4. What do mean by a Commercial Bank? Explain the functions of Commercial banks.
- Q 5. Explain the main problems being faced by the Regional Rural Banks. What steps will you suggest for their improvement?
- Q 6. Explain the process of credit creation. What are the assumptions and limitations of process?
- Q 7. What are the Development Banks? Explain the achievements and failures of development banks in India.

#### **UNIT-III**

- Q 8. What is meant by Reserve Bank of India? What are its functions? Has it functioned successfully as the Central Bank of the country?
- Q 9. Explain the process of determination and regulation of interest rates in India.
- Q 10. Explain the objectives and functions of UTI. What are its contribution to economic development?