

Reg. No

Name

25P355

M. A. DEGREE END SEMESTER EXAMINATION - OCTOBER 2025

SEMESTER 3 : ECONOMICS

COURSE : 24P3ECOEL3 : MONETARY ECONOMICS

(For Regular - 2024 Admission)

Time : Three Hours

Max. Weights: 30

PART A

Answer any 8 questions

Weight: 1

1. Hawtrey's monetary theory of trade cycle. (U)
 2. Money proper and money of account. (U)
 3. Neutrality of money. (R)
 4. Speculative demand for money (R)
 5. What are the types of lags in monetary policy? (U)
 6. Mention any two differences between Marshall's and Pigou's versions of the Cambridge approach. (U)
 7. State Fisher's equation of exchange and explain its components. (U)
 8. Liquidity theory of money. (R)
 9. What is meant by the behavioural model of the money supply? (An)
 10. Liquidity premium theory of term structure of interest. (U)
- (1 x 8 = 8)**

PART B

Answer any 6 questions

Weights: 2

11. Explain the meaning of the term structure of interest rates and the yield curve. Draw empirically observed yield curves and explain why their shape applies. (An)
 12. Discuss the methods of monetary control. (R)
 13. Explain the portfolio theory of asset holding. (U)
 14. Write a note on real balance effect. (R)
 15. How is monetary transmission mechanism explained by Friedman's restatement of QTM? (An)
 16. Explain the segmented market theory and how well it explains the three empirical observations of the yield curve. (An)
 17. Write about the instruments of monetary policy in India. (U)
 18. Comparative analysis of various liquidity theories of money. (R)
- (2 x 6 = 12)**

PART C

Answer any 2 questions

Weights: 5

19. Evaluate the role of term structure theories in understanding bond market behavior. (E)
 20. Examine the post Keynesian theories of demand for money with special reference to Tobin and Baumol. (An)
 21. How money supply is determined in an open economy? How does it differ from a closed economy? (An)
 22. What are the objectives and targets of monetary policy? Discuss major trends in monetary policy reforms in India during the post liberalization period. (An)
- (5 x 2 = 10)**

OBE: Questions to Course Outcome Mapping

CO	Course Outcome Description	CL	Questions	Total Wt.
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Cognitive Level (CL): Cr - CREATE; E - EVALUATE; An - ANALYZE; A - APPLY; U - UNDERSTAND; R - REMEMBER;