



UNIVERSITY OF THE PUNJAB

B.Com. Part – I 2nd Annual Exam – 2019

Subject: Money, Banking and Finance

Paper: BC-307

Roll No.

Time: 3 Hrs. Marks: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.1. Define paper money. Explain merits and demerits of paper money.**
- Q.2. State and explain Fisher's Quantity Theory of Money.**
- Q.3. How do commercial banks create credit? State its limitations also.**
- Q.4. Discuss the principle and methods of note issue. Which method is followed up in Pakistan and why?**
- Q.5. Define Monetary Policy. What are its objectives and various tools of Monetary Policy?**
- Q.6. Define Negotiable Instruments. Differentiate between Cheque and Bill of Exchange and Promissory Note.**
- Q.7. Define Bank. Explain role of Commercial Banks in economic development of a developing country like Pakistan.**
- Q.8. Define debt Finance. Explain advantages and disadvantages of debt financing in detail.**