



# UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce / B.Com. Part – I  
2<sup>nd</sup> Annual – 2020 & Annual – 2021

Roll No. ....

Time: 3 Hrs. Marks: 100

Subject: Money, Banking and Finance

Paper: BC-307

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

- Q.1** Define MONEY. Also discuss the functions of MONEY. (4+16)
- Q.2** Define PAPER MONEY. Also explain its advantages and disadvantages. (4+8+8)
- Q.3** Explain the CREDIT CREATION process by commercial banks. Also discuss their limitations in this regard. (15+5)
- Q.4** Define 'CENTRAL BANK' and explain its various functions. (4+16)
- Q.5** Define BANKER & CUSTOMER and discuss their rights and duties. (2+2+8+8)
- Q.6** What is TRADE CYCLE? Discuss its phases in detail. (4+16)
- Q.7** Explain the various modes of INTEREST FREE or ISLAMIC FINANCE. (20)
- Q.8** Write short note on any TWO of the followings: (10+10)
- (i) Letter of Credit (ii) Types of Inflation
- (iii) Exchange Control (iv) Debt Finance