



UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce Part-I Annual Exam – 2022

Roll No.

Subject: Money, Banking and Finance

Paper: BC-307

Time: 3 Hrs. Marks: 100

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

- Q.1: What do you know about the evolution of MONEY? Also discuss the qualities of good MONEY. (8+12)
- Q.2: Critically examine the QUANTITY THEORY OF MONEY given by Fisher. (20)
- Q.3: Define TRADE CYCLE and explain its different phases. (4+16)
- Q.4: Discuss the credit creation process of COMMERCIAL BANKS. Also state their limitations in this regard. (16+4)
- Q.5: Discuss in detail the functions of COMMERCIAL BANKS. (20)
- Q.6: Define CREDIT INSTRUMENTS. What are the difference between BILLS OF EXCHANGE, PROMISSORY NOTE and CHEQUE. (4+16)
- Q.7: Define DEBT FINANCE. Also discuss its merits and demerits. (4+8+8)
- Q.8: Write short notes on: (10+10)
- (i) INFLATION.
- (ii) Importance of BUSINESS FINANCE



UNIVERSITY OF THE PUNJAB

PART – I A/14
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

Attempt any FIVE questions. All questions carry equal marks.

- Q.1 Define money and discuss the qualities of good money. (20)
- Q.2 Explain the different forms or types of money. (20)
- Q.3 Differentiate inflation and deflation after defining them. (20)
- Q.4 Discuss in detail the functions of S.B.P. (20)
- Q.5 How does central bank of a country control the credit or money supply? Discuss. (20)
- Q.6 Discuss the merits and demerits of privatization of banks in Pakistan. (20)
- Q.7 Define debt finance. Also explain its merits and demerits. (20)
- Q.8 **Write short notes on:** (20)
- (a) Types of bank accounts.
- (b) Sources of business finance.



UNIVERSITY OF THE PUNJAB

PART – I S/2014
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

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

- Q. # 1: Define Money. Which are its various kinds? (5,15)
- Q. # 2: "Quantity theory of Money had various defects init". Explain how Modren theory has covered it to determine value of Money. (6,14)
- Q. # 3: What is the concept of Devaluation of Money? Why it takes place? Also discuss its advantages and disadvantages. (4,6,10)
- Q. # 4: Define Bank. Which are the various kinds of Banks? (5,15)
- Q. # 5: Explain how many kinds of accounts which can be opened in Commercial Banks. (20)
- Q. # 6: "Islamic Banking System is now taking its rapid steps in Pakistan" discuss. (20)
- Q. # 7: What is Business Finance? Give advantages and disadvantages of Debt Financing. (5,15)
- Q. # 8: Write a note on any TWO of the following: (10+10)
- Letter of Credit
 - Interest Free Banking
 - ADB, IMF
 - Bills of Exchange.



UNIVERSITY OF THE PUNJAB

PART – I A/2015
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q. # 1: Define money. Discuss the role and scope of money. (5,15)
- Q. # 2: Define paper money. Explain it's advantages and disadvantages in detail. (5,8,7)
- Q. # 3: What is Index Number? How P E Index Number is constructed. Explain its limitations also. (5,10,5)
- Q. # 4: Define 'Commercial Bank'. What are its various functions? (5,15)
- Q. # 5: What do you understand a BANKER and a customer? Give rights and duties of both. (5,7,8)
- Q. # 6: "Gnarling loans and advances is one of the functions of Banks." What are the various PRINCIPLES to be observed by a banker while advancing loans to the customer and why? Explain. (15,5)
- Q. # 7: What is business finance? Explain the various modes of Islamic Finance in detail. (5,15)
- Q. # 8: **Write a note on two of the following.** (20)
- (i) Letter of credit
 - (ii) IMF
 - (iii) Pak-China Trade Corridor
 - (iv) SBP



UNIVERSITY OF THE PUNJAB

PART – I S/2015
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q. # 1: What is BARTER SYSTEM. Why this system was replaced and rejected. (5,15)
- Q. # 2: What are the various METHODS of NOTE ISSUE of currency? Which Method has been adopted in Pakistan? (15,5)
- Q. # 3: Discuss the FUNCTIONS of Central Bank, in detail. (20)
- Q. # 4: What is 'TRADE CYCLE'. Discuss and explain its various PHASES with the help of diagrams with their features. (5x4)
- Q. # 5: Define NEGOTIABLE INSTRUMENT which are the various kinds of NEGOTIABLE INSTRUMENTS. Explain in detail. (5,5,5,5)
- Q. # 6: What is LETTER of CREDIT? Describe its kinds. (5,15)
- Q. # 7: What is 'BUSINESS FINANCE?' Explain the different sources of various types of 'Business Finance.' (5,15)
- Q. # 8: Write a note on TWO of the following:
- (i) Musharika
 - (ii) Legal Tender Money
 - (iii) Rate of Exchange
 - (iv) Capital Market



UNIVERSITY OF THE PUNJAB

PART – I A/2016
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q. # 1: What is INFLATION also explain its causes and remedies. (20)
- Q. # 2: What is a TRADE CYCLE which are its PHASES and their FEATURE, discuss in detail. (20)
- Q. # 3: "Commercial Banks are the factories of CREDIT MONEY" Analyze the statement and Explain how? (20)
- Q. # 4: "What is BUSINESS FINANCE discuss also ISLAMIC MODES of FINANCING in Detail. (20)
- Q. # 5: Define monetary policy and discuss its methods or tools. (20)
- Q. # 6: Define L.C. and explain its procedures of opening or operation. (20)
- Q. # 7: Explain the MODREN THEORY OF VALUE OF MONEY in detail with the help of Diagrams and Schedule. (20)
- Q. # 8: Write a note on TWO of the followings: (20)
- Bank Rate Policy
 - Spot and Forward Exchange Rates
 - Musharika
 - Index Number



UNIVERSITY OF THE PUNJAB

PART – I S/2016
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q.No.1 What is MONEY? Give advantages and disadvantages of PAPER MONEY in Detail. (20)
- Q.No.2 Define DEVALUATION OF MONEY. Also explain its causes, advantages and disadvantages. (20)
- Q.No.3 Define a Bank. Which are its various KINDS. (20)
- Q.No.4 What is a COMMERCIAL BANK what are its various Functions. (20)
- Q.No.5 What is MONETARY POLICY? Explain its arrangements under both CONTROLS (QUALITATIVE, QUANTITATIVE). (20)
- Q.No.6 Define business finance also explain DEBT FINANCING and its sources. (20)
- Q.No.7 Define L.C. and discuss the types of L.C. (4,16)
- Q.No.8 Write a note on two of the followings: (10,10)
- (i) Methods of Note Issue
 - (ii) QTM
 - (iii) Foreign Exchange
 - (iv) Types of Business Finance



UNIVERSITY OF THE PUNJAB

PART – I A/2017
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q. # 1: Define MONEY also discuss its evolution, and importance. (20)
- Q. # 2: What should be the qualities of good MONEY discuss in detail. (20)
- Q. # 3: How do Commercial Banks employ their funds discuss in detail. (20)
- Q. # 4: What is DE-VALUATION of currency/money why it is done give its advantages and Disadvantages. (20)
- Q. # 5: What is a TRADE CYCLE? Also discuss its phases and their features in detail. (20)
- Q. # 6: How many kinds of Accounts a Commercial Bank can open discuss each in detail. (20)
- Q. # 7: What is BUSINESS FINANCE also explain EQUITY FINANCE its Advantage and Disadvantages. (20)
- Q. # 8: Write a Note on two of the following: (10x2)
- Musharika
 - De-Flation
 - Index Number
 - IMF



UNIVERSITY OF THE PUNJAB

PART-I: 2nd Annual - 2017

Examination: B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q.1 What is BARTER SYSTEM? Discuss its difficulties and how money has removed these difficulties. (4,8,8)
- Q.2 Define PAPER MONEY. Discuss the merits and demerits of paper money. (4,8,8)
- Q.3 Define COMMERCIAL BANK and explain its functions. (4,16)
- Q.4 Define BANKER and CUSTOMER. Discuss the types of their relationships. (2,2,16)
- Q.5 Discuss the principles and methods of NOTE ISSUE. Also explain the method been followed in Pakistan. (6,10,4)
- Q.6 Define NEGOTIABLE INSTRUMENTS. Also differentiate PROMISSORY NOTE, BILLS OF EXCHANGE & CHEQUE. (4,16)
- Q.7 What is BUSINESS FINANCE? Discuss the sources of its various types. (4,16)
- Q.8 Write short note on any TWO of the followings: (10+10)
- (i) Interest Free Finance by Lending.
 - (ii) Exchange Control.
 - (iii) Deflation.
 - (iv) Money Market.



UNIVERSITY OF THE PUNJAB

PART – I A/2018
Examination:- B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. Every question carry equal marks.

- Q.1 Define Bank Account and discuss the procedure to open a Bank Account. (4,16)
- Q.2 Define letter of credit and what is the procedure to open a letter of credit? (4,16)
- Q.3 Differentiate between Cheque, Bill of Exchange and Promissory Note after defining them. (6,14)
- Q.4 Define Commercial Bank and what are the functions of Commercial Banks? (4,16)
- Q.5 Define Money and what are the qualities of good Money? (4,16)
- Q.6 Define Paper Money. What are the advantages and disadvantages of paper money? (4,8,8)
- Q.7 Discuss the various interest free modes of financing. (20)
- Q.8 Write short note on any TWO of the followings: (10,10)
- (a) Exchange Control.
 - (b) Devaluation.
 - (c) Privatization of Banks in Pakistan.
 - (d) Equity and Debt Finance.



UNIVERSITY OF THE PUNJAB

PART-I: 2nd Annual – 2018

Examination: B. Com.

Roll No.

Subject: Money, Banking and Finance
PAPER: BC-307

TIME ALLOWED: 3 Hrs.
MAX. MARKS: 100

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

- Q.1. What are various types or kinds of money? Also explain the qualities of good money.
- Q.2. What is inflation? Discuss causes of inflation and measures to control it.
- Q.3. Explain the Islamic modes of finance in detail.
- Q.4. Define Letter of Credit. Discuss in detail its kinds.
- Q.5. Discuss merits and demerits of privatization of banks in Pakistan.
- Q.6. Define central bank. Discuss the functions of central bank in detail.
- Q.7. State and explain Fisher's Quantity theory of money.
- Q.8. Write short notes:
 - i. Debt and Equity financing
 - ii. Phases of Trade cycle.



UNIVERSITY OF THE PUNJAB

B.Com. Part – I Annual Exam – 2019

Roll No.

Subject: Money, Banking and Finance

Paper: BC-307

Time: 3 Hrs.

Marks: 100

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

Q.1 Define MONEY and discuss its various functions. (4+16)

Q.2 What should be the qualities of good MONEY, discuss in detail? (20)

Q.3 How do COMMERCIAL BANKS create credit, discuss in detail? (20)

Q.4 Define CENTRAL BANK and discuss its functions. (4+16)

Q.5 What is a TRADE CYCLE? Also discuss its phases and their features in detail. (4+16)

Q.6 How many kinds of accounts a COMMERCIAL BANK can open? Discuss in detail. (20)

Q.7 What is EQUITY FINANCE? Also discuss its advantage and disadvantages. (4+8+8)

Q.8 Write short note on any TWO of the followings: (10+10)

(a) Musharika

(b) Deflation

(c) Index Number

(d) World Bank



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.**



UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce / B.Com. Part – I Annual Exam – 2020

Roll No.

Subject: Money, Banking and Finance

Paper: BC-307

Time: 3 Hrs. Marks: 100

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

- Q.1. Define Business Finance. What are the advantages and Disadvantages of Equity Finance?**
- Q.2. Define Foreign Exchange. How Exchange rate is determined?**
- Q.3. Define Central Bank. Discuss the functions of Central Bank in detail.**
- Q.4. Discuss the nature and types of banker and customers relationships. How it is terminated?**
- Q.5. Critically analyze Cash Balance Theory of Money.**
- Q.6. Define LC. What is the procedure of opening LC?**
- Q.7. What is Trade Cycle? Discuss Phases of Trade Cycle at length.**
- Q.8. Write short notes:**
- i. Types of Bank accounts.**
 - ii. What are its causes of Privatization of Banks in Pakistan?**



UNIVERSITY OF THE PUNJAB
Associate Degree in Commerce / B.Com. Part – I
2nd 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