**Assignment -2**

Economics( Major)

 Paper 3.2 (Monetary system)

Answer the following questions :

1.Discuss the promotional role played by the RBI in the Indian economy.

2.Explain the role of a sound financial system in a modern economy.

3 Are the goals of maximum feasible output and price stability consistent with each other? Comment.

**Assignment-2**

Economics(General )

Paper 3.1 (ARREAR )

 (**Money, Banking and Finance** .)

Answer the following questions:

1. Explain the functions and components of a financial system.

2. Explain the objectives of monetary policy in a developing country like India.

3.Point out the limitations of Fisherian equation of exchange.