

Classification of Money on the basis of Money commodity

(i) Metallic Money

(ii) ~~Token Coins~~ Paper Money.

(1) **Metallie Money**: - Currency which is made up of metal is called metallie money.

The process of manufacturing and framing of coins is called coinage, and the manufacturing unit is called Mint,

coinage is basically of two types

(a) free or unlimited coinage

(b) limited coinage.

(a) **free or unlimited coinage**: - In this system people are free to go to mint and exchange metals with coins. This type of coinage is further divided into the following

(i) **Gratious coinage** ~~or brassage~~

(ii) **Non-gratuitous coinage** or brassage

(iii) **Seigniorage**

(i) **Gratious coinage**: - If the govt doesnot charge any expense or commision from the people, it is called gracious coinage

(ii) **Non gratuitous coinage or brassage** :- The govt charges expense ~~of~~ or commission for the coinage.

(iii) **Seigniosage** :- Govt charges the brassage and extra profit,

(b) **Limited coinage** :- Public is not allowed to brassaging the metal in the mint, The govt. reserves the right for the brassage and even the quantity to be produce is also determined by the govt.