

Is Indian Rupee Token Money?

Indian rupee also changes from time to time. In 1835 a rupee 80 grains was introduced in the market which consisted of 165 grains of pure silver. As the time passed quantity of silver too went on reducing till 1893 Indian rupee was made of silver, and its face value and internal value was equal. But the present rupee are neither of silver nor are full-bodied coins. Therefore it is general view of experts that Indian rupee are token money. But today Indian rupee are of different qualities of standard coin is exempted. It is the prime currency is unlimited legal tender money and carries the cost of goods or commodities. we can say that Indian rupee

Q. Paper Money:— Paper money is that paper notes which are issued by the central bank or the govt and promises to pay the govt and written amount.

According to prof crowther, paper money passes through four stages:—

- (i) First stage:— A certificate was given to the depositors against their deposits, which they would get back after a span of time by showing that certificate.
- (ii) Second stage:— Some bank got the right by the govt to issue paper notes to their depositor.
- (iii) Third stage:— Some bank got the right to print money than their deposits.
- Fourth stage:— It is the present stage of note issue. The central bank of the country has the right to issue note.