INDIAN SCHOOL DARSAIT
DEPARTMENT OF COMMERCE

Subject : Economics	Topic : National Income and Related Aggregates	Date of Worksheet : _____
Resource Person: Ekta Gautam		Date : _____
Name of the Student :_____	Class & Division : _____	Roll Number : __

S.No.		Marks
1.	Give the meaning of capital goods.	1
2.	Define investment.	1
3.	Which of the following is not a flow?	1
	(a) Capital	
	(b) Income	
	(c) Investment	
	(d) Depreciation	
4.	Which of the following is a stock?	1
	(a) Wealth	
	(b) Saving	
	(c) Exports	
	(d) Profits	
5.	Differentiated product is a characteristic of :	1
	(a) Monopolistic competition only	
	(b) Oligopoly only	
	(c) Both monopolistic competition and oligopoly	
	(d) Monopoly	
6.	Define intermediate consumption.	1
7.	Give two examples of Intermediate Goods.	1
8.	Define nominal flow.	1
9.	Define Domestic Product.	1
10.	What are 'subsidies'?	1
11.	Distinguish between stocks and flows. Give an example of each.	3
12.	Distinguish between intermediate goods and final goods. Also give examples.	3

13. Distinguish between consumer goods and capital goods. Which of these are final goods?   3

14. Giving reasons, classify the following into intermediate goods and final goods :   3
    (a) Machines purchased by a dealer of machines.
    (b) A car purchased by a household.

15. Giving reason identify whether the following are final expenditure or intermediate expenditure: 3
    (a) Expenditure on maintenance of an office building.
    (b) Expenditure on improvement of a machine in a factory.

16. Explain the circular flow of income.   4

17. What are non-monetary exchanges? Give an example. Explain their impact on use of Gross Domestic product as an index of welfare of the people.   4

18. What is meant by Double Counting? Explain briefly the two ways of avoiding Double Counting in the measurement of national income.   6

19. Explain the limitations of Gross Domestic Product as an index of economic welfare.   6

20. State the various precautions of Product Method that should be kept in mind while estimating national income.   6

21. Describe the expenditure method of calculating national income.   6

22. State the various precautions of Expenditure Method that should be kept in mind while estimating national income.   6

23. Distinguish between Real Gross Domestic Product and Nominal Gross Domestic Product. Which of these is a better index of welfare of the people and why?   6