



# INDIAN SCHOOL DARSAIT DEPARTMENT OF COMMERCE



Subject : Economics	Topic : National Income Measurement	Date of Worksheet : _____
Resource Person: Reshma Anso		Date of Submission: _____
Name of the Student : _____	Class & Division : _____	Roll Number : ____

S.No.		Marks
1.	Define Depreciation.	1
2.	Define National Income.	1
3.	What is factor income?	1
4.	Salaries to Indian residents working in German embassy in India is included in domestic income of India. State true or false with a reason.	1
5.	What is meant by value added method?	1
6.	Define externality? Give an example of negative externality. What is its impact on welfare?	3
7.	If Real GDP is ₹300 and Nominal GDP is ₹ 330. Calculate the price index?	3
8.	State the significance of Real GDP.	3
9.	Explain the problem of double counting in estimating national income with the help of an example.	3
10.	What precautions are necessary while using income method of measuring national income.	4
11.	Explain briefly the distinction between $GDP_{fc}$ and $NNP_{mp}$ .	4
12.	How will the following be treated while estimating national income of India? Give reasons. (i) Dividend received by an Indian from his investment in shares of a foreign company. (ii) Money received by a family in India from relatives working abroad. (iii) Interest received on loans given to a friend for purchasing car.	4
13.	Social welfare may not increase even real GDP increases. Explain.	4
14.	Explain the treatment assigned on the following while estimating National Income. Give reasons. (i) Expenditure on maintenance of a building (ii) Expenditure on adding a floor to the building. (iii) Expenditure on fertilizer by a farmer.	6