

MODERN PUBLIC SCHOOL

Holiday Homework (2022-23)

Class – XII

Subject : Economics

- Q1. What do you mean by final goods? (1)
- Q2. Write the meaning of domestic territory. (1)
- Q3. Write the meaning of macroeconomics. (1)
- Q4. Give two examples of macro-economic studies. (1)
- Q5. What is the difference between intermediate goods , final goods and services? (1)
- Q6. Why are the imports subtracted when GDP is calculated in the expenditure approach? (1)
- Q7. If you woke up in the morning & found that the nominal GDP has doubled overnight, what statistic would you need to check before you began to celebrate: Why? (1)
- Q8. What does the consumer price index measure? (1)
- Q9. What are the principal differences between government purchases of goods & service and transfer payments? (1)
- Q10. Define production as an income generating activity. (1)
- Q11. What do you mean by inventory investment? (1)
- Q12. Why is the national income measured at factor prices and not at market prices? (1)
- Q13. Define GDP deflator as a measure of inflation. (1)
- Q14. Define externality. (1)
- Q15. What do you mean by government budget? (1)
- Q16. What is capital receipt? (1)
- Q17. Define revenue deficit. (1)
- Q18. Explain why we cannot calculate the national product simply by adding up the production of all firms. (1)
- Q19. Why do the economists use real GDP rather than nominal GDP to gauge economic well-being? (1)
- Q20. Why do you think that a household's purchase of new housing is included in the investment components of GDP rather than the consumption component? (1)
- Q21. What is the difference between GDP & GNP? (1)
- Q22. Is GDP a good indicator of economic welfare? Explain (3)
- Q23. Write the differences between factor income and transfer income. (3)

Q24. What do you mean by a normal resident? Explain the characteristics and exceptions.(4)

Q25. Write the differences between real and nominal GDP. (4)

Q26. Explain the steps, method and precautions to measure national income from income method. (4)

Q27. Calculate Domestic sales from the following data: (6)

Particulars	Amount
National income	20,000
Indirect taxes	100
Subsidies	20
Current replacement cost	10
Net factor income to abroad	20
raw material	200
Inventory investment	100
Goods produced for self consumption	200
Exports	100

Q28. Calculate compensation of employees from the following data: (6)

Particulars	Amount(Rs.)
Government final consumption expenditure	1000
Private final consumption expenditure	2000
Net domestic fixed capital formation	3000
Change in stock	500
Net imports	200
Rent	1000
Profit after tax	500
Company tax	300
Income of shareholders	200
Interest	1000
Income of self-employed	500
Royalty	300

Current replacement cost	100
Net indirect taxes	100
Net factor income from abroad	200

Q29 Calculate 'Sales' from the following data:-

(6)

Particulars	Amount(Rs. in CR.)
Raw material purchased by firm	100
Purchase of machinery	100
Private final consumption expenditure	2000
Government final consumption expenditure	1000
Gross domestic fixed capital formation	800
Closing stock	300
Opening Stock	200
Current replacement cost	100
Net factor income to abroad	100
Net indirect taxes	200
Goods produced for self consumption	500
Rent	1000