



ST. LAWRENCE HIGH SCHOOL



A Jesuit Christian minority Institution

Subject: Economics Class- XI

Date:17/08/2020

Worksheet-32

Chapter- Some major macroeconomic variables

Topic- Different concepts and measures of national income and aggregate expenditure

1. Choose the correct alternative. 1x15=15
 - a) Methods by which we can compute Gross national product are i) Expenditure method ii) income and product method iii) value added method and final product method iv) none of these
 - b) In a closed economy i) $GDP = GNP$ ii) $GNP = GDP + \text{net income from abroad}$ iii) $GNP = GDP - \text{depreciation}$ iv) none of these
 - c) In an open economy we can look at the National Income from i) expenditure side ii) product side iii) income side iv) all of the above
 - d) Expression of National income from expenditure side in an open economy is i) $C + I + G + (X - M)$ ii) $C + I + G$ iii) $C + I + G + X$ iv) none of these
 - e) In the expression $C + I + G + (X - M)$, $(X - M)$ stands for i) payment to the foreign nationals ii) net export iii) expenditure by domestic nationals on foreign products iv) none of these
 - f) In the calculation of Gross national product _____ are included i) services of the owner occupied house ii) defence and police services iii) all personal and household services that are not marketed iv) both (i) and (ii)
 - g) During calculation of national income _____ should be excluded. i) Capital gain ii) distributed profit of a joint stock company iii) rent of the owner occupied house iv) none of these
 - h) During calculation of national income _____ should be included i) transfer payments made by the government ii) rent of the owner occupied house iii) undistributed profit of the joint stock company iv) none of these
 - i) The service of law and order provided by the government i) should be included in the national income accounting ii) should be excluded in national income

- accounting iii) some portion should be included in the national income accounting iv) none of these
- j) Net National income \equiv _____ i) NNP at market price ii) NNP at factor cost
iii) there is no relationship between NNI and NNP iv) none of these
- k) Net National Product at factor cost \equiv NNP at market prices - _____
i) Net indirect tax ii) subsidy iii) indirect tax iv) none of these
- l) Real National income = _____ i) total money value of goods and Services produced of a particular year taking price of the base year ii) dividing money national income by the price index number (without the multiplicative constant 100) iii) both (i) and (ii) iv) none of these
- m) Net Domestic Product = _____ i) Gross Domestic Product
ii) Gross Domestic Product - Depreciation iii) GDP - Net Indirect Tax iv) none of these
- n) Per capita Real Gross Domestic Product = _____
- i) $\frac{\text{Nominal GDP of the year}}{\text{population of the country at the mid point of the year}}$
- ii) $\frac{\text{Real GDP of the year}}{\text{population of the country at the mid point of the year}}$
- iii) $\frac{\text{Money national income of the year}}{\text{population of the country at the mid point of the year}}$
- iv) none of these
- o) In an open Economy Aggregate expenditure = _____
- i) Consumption expenditure + Investment Expenditure + Government Expenditure + Expenditure on Net Export
- ii) Consumption expenditure + Investment Expenditure + Government Expenditure
- iii) Consumption expenditure + Investment expenditure + Government Expenditure + Export
- iv) None of these
- Aparajita Mondal

