

St. Mary's School, Dwarka
Holiday Homework
Class XII
Subject: Economics
Week 3
Worksheet 3

No. of questions: 10

M.M: 25

- Q1. What is depreciation? (1)
- Q2. Define net exports. (1)
- Q3. Give two examples of indirect taxes. (1)
- Q4. "Gross Domestic Product (GDP) does not give us a clear indication of economic welfare of a country." Defend or refute the given statement with valid reason. (3)
- Q5. "Higher Gross Domestic Product (GDP) means greater per capita availability of goods in the economy." Do you agree with the given statement? Give valid reason in support of your answer. (3)
- Q6. Define the problem of double counting in the computation of national income. State any two approaches to correct the problem of double counting. (3)
- Q7. Explain the meaning of Real Gross Domestic Product and Nominal Gross Domestic Product. (3)
- Q8. Distinguish between consumer goods and capital goods. Which of these are final goods? (3)
- Q9. Describe the precautions that should be taken while measuring National Income using income method. (3)
- Q10. Will the following be included in domestic factor income of India? Give reasons for your answer. (4)
- (i) Profits earned by a foreign bank from its branches in India
 - (ii) Scholarships given by Government of India
 - (iii) Profits earned by a resident of India from his company in Singapore
 - (iv) Salaries received by Indians working in American Embassy in India