

Assignment-1

Circular flow of income

And

National income

Q-1 Explain the circular flow of income in a simple economy.

Q-2 Define in detail the process of circular flow of income in modern economy.

Q-3 Define national income & explain its various concepts.

Q-4 Explain the various approaches or methods to measure national income.

Q-5 Elaborate the problems faced in measuring national income.

Q-6 Short Notes:

- Personal disposable income
- Per capita income
- Value added method
- Problem of double counting
- Transfer income
- National income at current price & constant price