

# Economic Concepts and Planning Very Short Answer Questions

Question 1.

Define national income.

Answer:

National income is defined as monetary value of production of final goods and services produced in a given period by a country.

Question 2.

Define Gross domestic income.

Answer:

Gross domestic income (GDP<sub>fc</sub>) refers to the sum total of factor income generated within the domestic territory of a country in an accounting year.

Question 3.

When was national income committee established to calculate national income?

Answer:

National income committee was formed in 1949 to calculate national income.

Question 4.

Who calculates national income of India?

Answer:

National income of India is calculated by Central Statistical Organisation.

Question 5.

Economy is divided into how many sectors? Name them.

Answer:

Economy is divided into three sectors viz primary, secondary and tertiary sector

Question 6.

Name the three services included in tertiary sector.

Answer:

Tertiary sector includes services like telecom, postal and banking.

Question 7.

What do you mean by economic development?

Answer:

Economic development is the process in which real national income and per capita income increases along with favourable changes in social, cultural and economic structure.

Question 8.

Name the book of Shri M. Vishveswariya.

Answer:

Planned economy of India is authored by shri M. Vishveswariya.

Question 9.

Which five year plan was ended one year before?

Answer:

Fifth five year plan was ended one year before.

Question 10.

Who is the chairperson of Niti Ayog?

Answer:

Current Prime Minister Shri Narendra Modi is the chairperson of Niti Ayog.

Question 1.

Why should national income be calculated? Give any three reasons.

Answer:

National income is calculated because it gives knowledge about economic condition and economic growth, it is helpful in comparing various countries, and gives information about contribution and importance of various economic sectors in the economy. Apart from this future planning can be done for the economy.

Question 2.

Who calculated national income of India for the first time and when?

Answer:

For the first time national income was calculated by Shri Dada Bhai Naoroji in 1868.

Question 3.

Name the three intellectuals who calculated national income of India before independence?

Answer:

The three intellectuals who calculated national income of India before independence were Findley Shiraj, Dr. V.K.R.V. Rao, and R.C. Desai.