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DIFFICULTIES IN MEASURING NATIONAL INCOME

1. LACK OF STATISTICAL DATA

In developing countries, the accurate figures about the various sectors of economy are not available; due to this we are unable to estimate the real national income of the country.



2. PROBLEM OF DOUBLE COUNTING

While computing the national income there is always a danger of double counting. If the care is not taken, the national income is over estimated.

3. LACK OF PUBLIC CO – OPERATION

Public is also not ready to provide the correct figures about the income due to the fear of income tax.

4. NO ACCOUNT

Some people do not keep any proper account about their business income, so this income is not including in the national income.

5. DIFFICULTY IN ASSESSMENT

Some goods and services value cannot be assessed easily. For example the value of different Cows and Sheep's is very difficult.

6. UNPAID SERVICES

In national income only those services are included for which the payment is made. The unpaid services are excluded

did you check three the most important questions (teen bohat aham sawal zarror dheky)

National Income & Various Concept Of National Income (long)

Explain Measurement Of National Income or Explain Measuring GNP (long)

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Explain Robbin's definition of economics is the science of scarcity and choice.

7. ASSESSMENT OF DEPRECIATION

The assessment of depreciation allowance repair and replaced charges is a very difficult job.

8. TRANSFER EARNINGS

The transfer income earnings like pensions are excluded from the national income and it feels problem.

9. DIRECT EXCHANGE

In the less developing areas people exchange the commodities with the commodities and do not use the money. So the value of these goods cannot be estimated.

10. INCOME OF FOREIGN COMPANIES

The income of the foreign investment is not included in the national income because these companies send some portion of their profit to their own countries.