

Subject - Economics

Teacher: Geeta Sabharwal

CLASS - XII A & C

Commerce & Arts

Date: 17 - April 2020

Topic - National

Income

Real Flow and
Money Flow

- * Content to be discussed
- * In today's class students will be able to understand the concept of Real & money flow, Stock and Flow.
- * Mode of Teaching - Online class using Microsoft teams
- * Notes will be sent related to this topic through pdf in the whats app group after taking online class.
- * Assignment - 1 based on the content to be sent.

7/4/2020

Sign. of Examiner

Marks Obtained

Max. Marks

Difference b/w Real Flow and Money Flow

Basis

Real Flow

Money Flow

Meaning

It is the flow of goods & services b/w firms & household.

It is the flow of money b/w firms & households.

Kind of exchange

It involves exchange of good and services.

It involves exchange of money.

Difficulty in exchange

There may be difficulty of barter system in exchange of goods and services.

There is no difficulty in case of money flow.

Alternative Name

Physical flow

Nominal flow.

D/F Stock and Flow

Stock

Flow

Meaning

It refers to that variable that is measured at a particular point of time.

It refers to that variable which is measured over a period of time.

Time dimension

It does not ~~have~~ have a Time dimension.

It ~~is~~ has a time dimension as its magnitude can be measured.

Nature of the concept

It is a static concept.

It is a dynamic concept.

Example

- * Population of India as on 31st March 2017
- * National wealth
- * Wheat store

- * No. of Birds during 2017
- * Maruti cars manufacturing during 2018
- * National Income
- * quantity of wheat produce