

2. Gross Value Added (GVA) is a measure of the contribution to GDP made by an individual producer, industry or sector.

2. GDP is the total value of a country's annual output of goods and services and It gives the economic output from the consumers' side.

Which of the above statements is/are correct?

- a) 1, 2
- b) 1, 3
- c) 2, 3
- d) 1, 2, 3

Solution: c)

The **National Income estimates** is released by **National Statistical Office (NSO), Ministry of Statistics and Programme Implementation.**

**About Gross Domestic product and Gross Value Added:**

- **GDP** is a measure of economic activity in a country. It is the **total value of a country's annual output of goods and services. It gives the economic output from the consumers' side.**
- GVA is the sum of a country's GDP and net of subsidies and taxes in the economy.
- **GVA** is defined as the value of output minus the value of intermediate consumption and is a **measure of the contribution to growth made by an individual producer, industry or sector.**
- It provides the rupee value for the number of goods and services produced in an economy after deducting the cost of inputs and raw materials that have gone into the production of those goods and services.

Gross Value Added = GDP + subsidies on products – taxes on products.

9) Consider the following statements regarding National Bank for Financing Infrastructure and Development (NaBFID) Act 2021.

1. It seeks to establish National Bank for Financing Infrastructure and Development as the principal development financial institution for infrastructure financing.
2. It includes development of the bonds and derivatives markets necessary for infrastructure financing.
3. It also seek to attract investment for infrastructure projects located outside India.

Which of the above statements is/are correct?

- a) 1, 2
- b) 1, 3
- c) 2, 3
- d) 1, 2, 3

Solution: d)

**THE NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT ACT, 2021:**

An Act to establish the **National Bank for Financing Infrastructure and Development** to support the development of long-term non-recourse **infrastructure financing in India** including **development of the bonds and derivatives markets** necessary for infrastructure financing and to carry on the business of financing infrastructure and for matters connected therewith.

The developmental objective of the Institution shall be to co-ordinate with the Central and State Governments, regulators, financial institutions, institutional investors and such other relevant stakeholders, in India or outside India, to facilitate building and improving the relevant institutions to support the **development of long term non-recourse infrastructure financing in India including the domestic bonds and derivatives markets.**

The financial objective of the Institution shall be to **lend or invest, directly or indirectly**, and seek to **attract investment from private sector investors** and institutional investors, in **infrastructure projects located in India, or partly in India and partly outside India**, with a view to foster sustainable economic development in India.

[Source](#)

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