

- * The term 'household' refers to a group of consumers.
- * A business firm is a decision making entity.
- * A firm is an organisation that employs factors of production to produce goods and services for the market.
- * Term 'goods' refers to anything which has utility.
- * Want satisfying nature of goods is called utility.
- * According to Stigler, "Equilibrium is a position from which there is no tendency to move."
- * The term 'wealth' means economic goods which have exchange value.
- * The wealth consists the things which have utility, scarcity and transferability.
- * Indian Railway is the example of national income.

- * Wealth is the example of stock.
- * Income is the flow of wealth which a person gets during a certain period of time.
- * The capital of industry is its machines.
- * Unstable equilibrium - departure from the original position.
- * Stable equilibrium - Original position
- * Input-Output model - proof. Leontieff
- * Partial equilibrium - single consumer.
- * General equilibrium - Economy as a whole.
- * The main sources of government's income are Tax revenue and Non-tax revenue.