

Experiential Activity

Subject	ECONOMICS
Class	XII
Topic	UNIT 1
Sub topic	Normal Resident v/s Non Resident
Time	40 mts
Nature of Activity	Individual/group

What will I learn (L.O) –

1. Will identify normal resident of a country on the basis of two conditions.
2. Use this knowledge while estimating national income.

Skill: Logical thinking, ability to identify, infer, extract relevant information.

What I have to do?

Identify residents as normal and non-residents.

What do I require?

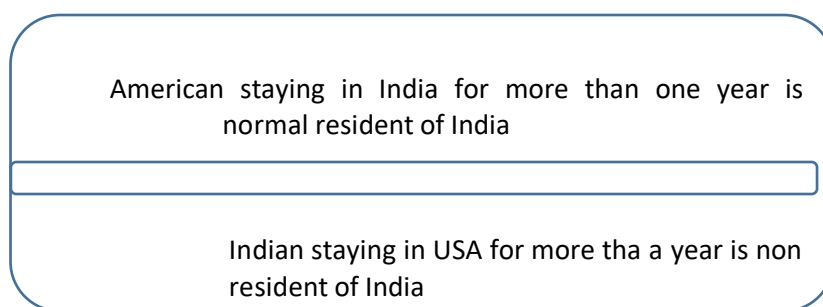
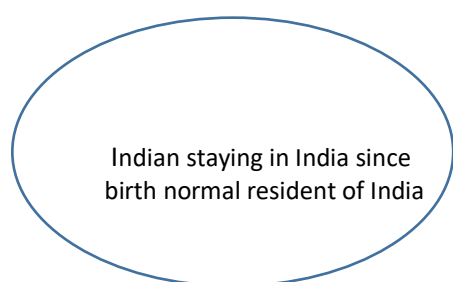
Reading material consisting of different cases of normal and non-residents.

What do I need to know?

The conditions for a person to be a normal resident of a country.

Teacher's Activity:

Teacher will explain the conditions of a normal resident.



1. 5 to 10 minutes will be given to students to read the study material .
2. Chits will be made with statements.

Student's Activity:

Activity- 1

1. Students will come one by one and pick up the chits.

2. Student will read the statement in the chit and tell whether the person or the institution written on the chit will be treated as normal resident or not and also give the reason.

Activity- 2

1. 5 Student will become the ambassadors of five embassies of different countries located in India.
2. One student will present himself as Indian employed in Macdonald in India.
3. One student will become a tourist.
4. One student will become an American working in the office of WHO located in India.
5. These students will tell about themselves and other students of class will identify them as normal or non- resident of India.

What have I observed?

S. NO.	STATEMENT	NORMAL RESIDENT/NON RESIDENT
1.	Indian officials working in the Indian Embassy in China.	
2.	An American tourist in India for two months.	
3.	Indian employees working in W.H.O. located in India.	
4.	Indian working in U.S.A. Embassy in India	

What have I learnt?

The criteria for a normal resident is that the person or institution should stay in a country for more than a period of one year and his economic interest should lie in that country.

Non- nationals can also be the resident of a country.

International organisations are not considered as normal residents of a country.

What am I curious to learn?

What is the difference between normal resident and citizen?

Let me evaluate myself.

Do the following—

Q1. Define normal resident.

Q2. While estimating national income and domestic income, how does the knowledge of normal resident help?

Q3. How do we treat the locally recruited staff in the foreign embassy and international organisation?

Q4. The concept of normal resident applies to individuals only. True or false. Give reason.

Q5. Give an example of a person who is staying in India for a period of more than one year but still he is treated as non- resident.
