

QUIZ OF THE DAY

Refer to The Hindu News Analysis Video (YouTube)

Date: 23rd Dec 2022

Q1. Panchamrit is related to which of the following sector?

- A) Education
- B) Health
- C) Energy
- D) National Security

Q2. Which of the following is/are the likely consequences of farm loan waiver schemes:

1. It may increase fiscal deficits for States.
2. Cost of borrowing for States may increase.
3. It may limit the ability to undertake productive capital expenditure in the agriculture sector.

Choose the correct answer using the code given below:

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

Explanation and Solutions

Q1. Answer: C

Explanation:

Panchamrit refers to 5 targets that India aims to attain in the coming years to ensure India's bid for a more GHG emissions-neutral world. It requires India to tweak its energy generation parameters towards cleaner sources of energy.

Q2. Answer: D

Explanation:

It increases the fiscal deficit of the state as the gross expenditure of state government exceeds the gross revenue which in turn causes low credit ranking for the state and so the cost of borrowing increases for the state.

Loan waivers increase the interest burden of the states and limit their ability to undertake productive capital expenditure in the agriculture sector. It affects the long-term growth in the sector.