



View

[payments.](#)The current account represents a country's net income over a period of time, while the capital account records the net change of assets and liabilities during a particular year.

What are different forms of account of balance of payment?

Balance of payment has the following four major forms or accounts :

1:current account, 2:capital account, 3:unilateral transfer account, 4:official reserve account.

What is deficit balance of payment?

Deficit balance of payment indicates that a country's imports are more than its exports.

What is favourable balance of payment?

Excess of goods and services exported plus capital transferred to abroad over the goods and services imported and capital transfers from abroad is known as favourable balance of payment.

What is unfavorable balance of payment?

Excess of goods and services imported plus capital transferred from abroad over the goods and services exported and capital transfers to abroad i. e, rest of the world, is known as unfavorable balance of payment.

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View

Topic :balance of payment.

Balance of payment is a statement which records all the monetary transactions made between residents of a country and the rest of the world during any given period.

Current account :Balance of payment of current account is a statement of actual receipts and payments in the short period. It includes imports and exports of both material goods and services. Items of current account are actually transacted.

Capital account :All types of short term and long term international capital transfers, movements of gold and billion metals, receipt and payments of private and govt accounts,institutional and private loans, interest, profits, grants etc form part of capital account.

What is the difference between current account and capital account?

The current account and capital account represent two halves of a national balance of [payments](#).The current account represents a country's net income over a period of time, while the capital account records the net change of assets and liabilities during a particular year.

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