

Economics ch-2 assignment

1. What is the positive side of the large population?

→ Looking at the population from its productive aspect emphasises its ability to contribute to the creation of the GNP.

This is the positive side of the large population.

2. When does population become human capital?

→ Population becomes human capital when there is investment made in the form of education, training and medical care.

3. What is human capital?

→ Human capital is the stock of skill and productive knowledge embodied in them.

4. How does society benefit from investment in humans?

→ Investment in human capital yields a return just like investment in physical capital.

5. How can investment be made in humans?

→ Investment can be made in humans through training, education and medical care etc.

5. ~~What is GNP~~

6. Define GNP.

→ Gross National Product.