

Q1. What is the positive side of the large population?

Ans) A large population, from productive aspect, contributes to Gross National Product. Like other resources, population also is a resource - a 'human resource'. This is the positive side of a large population. When the existing 'human resource' is further developed by becoming more educated and healthy, we call it 'human capital formation' that adds to the productive power of the country just like 'physical capital formation'.

Q2. When does population become human capital?

Ans) Population becomes human capital when there is investment made in the form of education, training and medical care. It adds up to the productive power of a country. In fact, human capital is the stock of skill and productive knowledge embodied in them.

Q3. What is human capital?

Ans) When investment is made in the form of education, training and medical care, the quality of population improves and becomes a great asset. It is known as Human Capital. In fact, human capital is in one way superior to other resources like land and

physical capital: human resource can make use of land and capital. Land and capital cannot become useful on its own!

Q4. How does society benefit from investment in humans?

Ans) The benefit of society from investment in humans is an indirect way that is the benefits of more educated or a healthier population spreads to those who themselves were not directly educated or given health care.

Q5. How can investment be made in humans?

Ans) Investment can be made in humans by means of education, training and provision of medical care facilities.

Q6. Define GNP.

Ans) GNP (Gross National Product) is the total value of all goods and services produced within the country produced by the citizens of country in a given financial year (25 March to 22 April) including income from abroad.