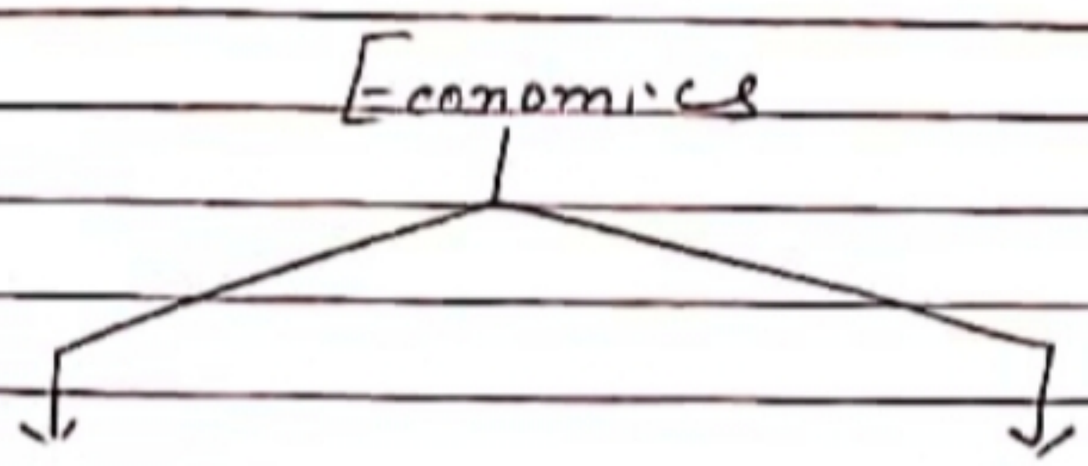
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Nature of Economics



Economics as a Science:

→ Based on systematic study of knowledge or facts.

→ Correlation-ship between cause and effect.

→ All the laws are universally accepted.

→ All the laws are tested and based on experiments.

→ It can make future predictions.

→ It has a scale of measurement.

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On the basis of all these characteristics Prof. Robbins, Prof. Jacobs, Prof. Robertson etc. claimed economics as one of the subject of science like physics, chemistry, etc. According to all these economists, economics has also several characteristics similar to other science subjects.

Economics and Positive Science

⇒ Labour Specialisation.
⇒ Logically Based.
⇒ Not Neutral.

Logically based

The ideas of economics are based on absolute logical clarifications and moreover, it develops relationship between cause and effect.

Labour Specialisation

Labour law is an important topic of economics. It is based on the law of specialisation of labour. Economists must concern with the causes and effects of labour - division.

Not Neutral

Economics is not a neutral between positive and normative sciences. According to most economists, economics is merely positive science

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rather than normative science.

Normative Science

→ Emotional View.
→ Welfare Activity.
→ Economic Planning.

Emotional View

A rational human living has not only logical view but also has sentimental attachments and emotional views regarding any activity.

Welfare Activity

Economics is a welfare of human science All the economists forwarded their theories for the development of human standard of living. Hence, all the economic statements have their respective normative views.

Economic Planning

Economic planning is one of the main instruments of economic development. Several economists have given their personal views for the successful implementation of economic plan.

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