

Positive and Normative Economics - R & U - V-Info

Q.1. What is meant by positive economics?

Ans. Positive economics is that branch of economics which deals with such issues which are verifiable.

Q.2. What is meant by normative economics?

Ans. Normative economics is that branch of economics which deals with such issues which involve value judgement, and are not verifiable.

Q.3. State one example of positive economics.

Ans. 21% of population in India is below poverty line.

Q.4. State one example of normative economics.

Ans. Farmers should always be granted subsidies to ensure good returns on their investment.