

① Wealth definition of Economics - 1951

Q. What is the definition of Economics?

ANS. The study of human behaviour in relation to scarce resources and the satisfaction of human wants.

Adam Smith (1723-1790) is known as the 'father of economics'. He wrote the book 'An Enquiry into the Nature and Causes of Wealth of Nations' in 1776. Economics is a social science which studies the behaviour of individuals and groups in relation to the use of scarce resources. It is the science of wealth.

The main function of economics is to study the production, distribution and consumption of goods and services.