

→ What to Produce - (क्या उत्पादन किया जाए)
What to Produce

Since its resources are limited - every economy has to decide what commodities are to be produced and in what quantities.

हम जानते हैं कि साधन हमारे पास सीमित हैं। इसलिए हमें अपनी आवश्यकता में यह चयन करना पड़ता है कि हम किस वस्तु का उत्पादन करें तथा कितनी मात्रा में करें।
 (इसके अन्तर्गत तीन समस्या आती हैं)

↳ it leads to the three problems -

When we produce more of a commodity it means we will be able to produce less of another. becoz human wants are unlimited. No man can satisfy all of his wants fully. becoz when one demand is satisfied another wants crops up. Resources are scarce in relation to their demand. This makes the best use of available resources and resources are not only limited but can also be put to different alternative uses. This also leads to the problem of choice. So the economy has to choose consumer goods (wheat, cloth, rice, sugar etc)

