

Scarcity - R & U - Very Short – Info

Q.1. What is scarcity?

Or

What is meant by scarcity of resources?

Ans. Scarcity is a situation when the requirement of goods (or resources) exceeds their availability so that goods (or resources) acquire market value or price.

Q.2. What is meant by economising the use of resources?

Ans. Economising the resources means that resources are to be used in a manner such that maximum output is realised per unit of input. (It also means optimum utilisation of resources.)

Q.3. Why does the need for economising the use of resources arise?

Ans. Resources are to be economised because they are scarce in relation to our requirement.