

## Eco ch-2

### People as Resource

Resource



water, wood, food, phone

[anything which can satisfy our needs]

Petrol  
Diesel

← Iran, Iraq, Saudi Arabia

1900

1905

Cars

Car X

Helicopter X

Activa X

Resource

People



asset

↓  
liability

Population

- \* food
- \* education
- \* Land
- \* water
- \* health facilities

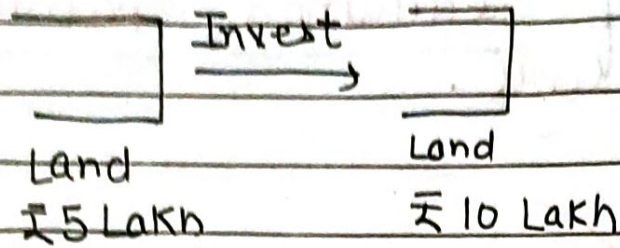
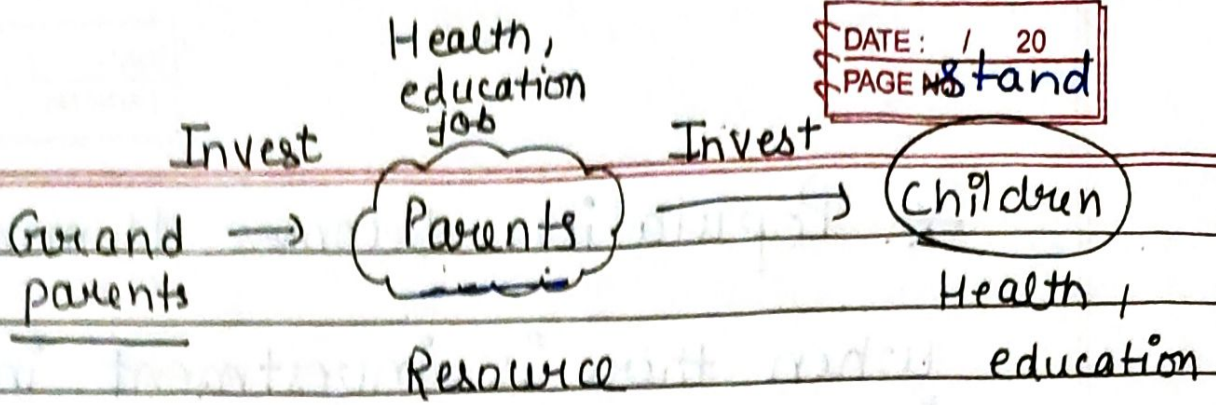
Liability

asset

Population

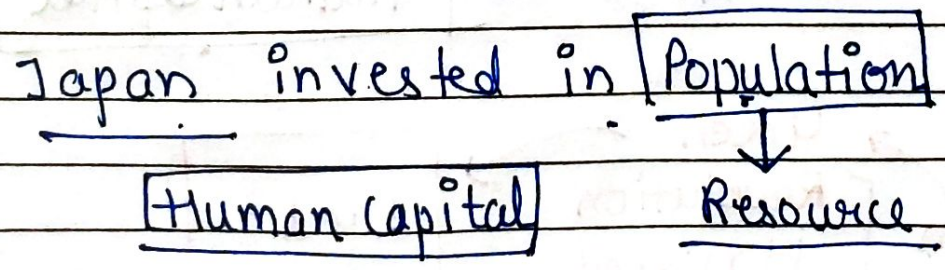
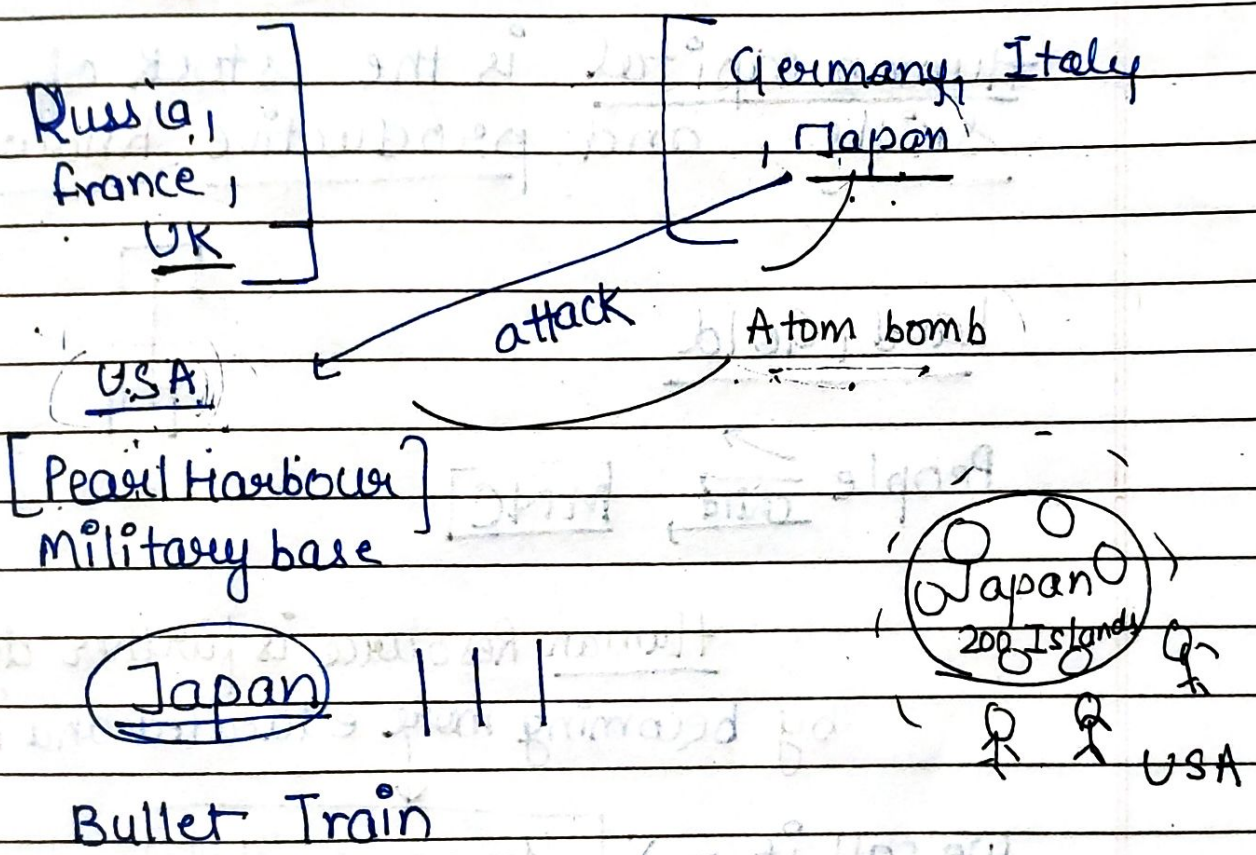
- \* Military
- \* more helping hands
- \* Young population not a burden





USA → Japan → 1945 Hiroshima, Nagasaki

2nd world war





\* Population becomes Human Capital when there is investment in people in form of education, training, medical care.

Human Capital

Skills, productive knowledge

Human Capital is the stock of Skills and productive knowledge.

Land, Gold

People and, MNC

Human Resource is further developed by becoming more educated and healthy

we call it → Human Capital

Human Capital → Green Revolution  
MNCs, These are classes

Land

So Person



Human brings Technologies for  
capital advancement.

→ India IT → revolution

Human →  
capital

Land

People as Resource



\* More educated and healthier people gain through incomes but society also gains in other indirect ways.

\* Human capital is superior to land and physical capital because land and capital cannot be used of their own. Human resource can make use of land and physical capital.

\* Population can be made asset from liability by investing in them.

\* Investment in Human resource can give high rates of return in future.

\* Educated Parents are found to invest more heavily on the education of their child because they realised the imp. of education for themselves. They are also conscious of proper nutrition and hygiene.

\* Uneducated Parents keep their children in similar disadvantaged state.

→ Countries like Japan have invested in Human Resource. They did not have any natural resource. They are developed and import natural resource needed for their country.



How?

→ They have invested in people in the field of education and capital.

→ Efficiency and Technology evolved by people have made ~~the~~ these countries developed and rich.

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