



Pakistan School
Kingdom of Bahrain

**A warm welcome to all the
students to our virtual
class.**

❖ Rules for class:

- 1) Be on time for all your classes.
- 2) Respect all the participants of the class.
- 3) Do not create any disturbance,
- 4) Pay attention to your teacher.
- 5) Raise hand if you have a question.
- 6) Entre into the class with your actual name.
- 7) Ask only questions relevant to the topic.



Chapter One

Nature and scope of economics.

Lesson Objectives:

- By the end of this of lesson, students will be able to:
 1. Understand the scope of economics.
 2. Define the stages in the study of economics.

Scope of Economics

- The scope of economics include following points;
 1. Subject matter of Economics.
 2. Science or arts
 3. Positive or normative science
 4. Social problems
 5. Solution of practical problems
 6. Major areas of economic studies

Stages in study of Economics

- Economic studies have three levels;
 1. Describing the facts about an economic problem.
 2. Analyzing facts to discover underlying principles.
 3. Suggesting policies for solving the problem.


- From these three distinct activities, three branches of economics emerge.

1. Descriptive Economics.
2. Economic analysis or economic theory.
3. Economic Policy.

Closure

● Key points:

- Economics studies a particular aspect of human behaviour which arises out of scarcity of resources and unlimited wants.
- Economics is both a science, and an art.
- Major areas of economic studies are money and banking, international and foreign trade, unemployment and inflation, prices, markets, national income, economic growth and development.
- Economic studies have three levels.
- Describing the facts about an economic problem.
- Analyzing facts to discover underlying principles.
- Suggesting policies for solving the problem.



Thank you. See
you in the next
lesson.