

(A) Limitations of Economics :-

- (i) It studies only the activities of real persons and not fictitious or imaginary persons.
- (ii) It studies only the activities of those human beings who are members of a society. It does not study the activities of isolated individuals.
- (iii) It studies only those activities human beings which are related to wealth.
- (iv) Laws of Economics are not completely true.
- (v) Human beings whose activities are considered for economic studies must be of average and normal type.
- (vi) It only measured in terms of money, because the measuring rod of economics is money.