



LAW OF VARIABLE PROPORTION AND LAW OF RETURNS TO SCALE

[Summary]

Subject	:	Business Economics
Paper No. & Title	:	101 Microeconomics - I
Unit No. & Title	:	3 Production
Lecture No & Title	:	3 Law of Variable Proportion And Law of Returns to scale

SUMMARY

We have studied meaning of short run and long run production function, their differences. The reasons for the three stages of law of variable proportion and returns to scale is explained. Meaning and types of economies and diseconomies of scale are also studied in the present chapter.