

Glossary

1. Opportunity cost:

The benefit cost or value of something that must be given up to acquire or achieve something else.

2. Dynamic efficiency

Across in time periods that maximizes the present value of net benefits from the use of resources.

3. Natural capital.

Defines as the natural assets and natural resources at global level

4. Static efficiency

Is concerned is most efficient of resources at given point of time. Also time is not important for decision making.

5. Physical capital

It refers to factors of production input into process of production. For example... Machinery, Buildings etc...

6. Intertemopral fairness

As equality of opportunity and how much leave for future generations

7. Win win strategy

Find a solution with effective and efficient policies and can take more net benefits which can share with each other.

8. Scarcity rent

Is the cost of using up a finite resource because benefits of the extracted resources are unavailable to future generations?

9. Strong sustainability

Assumes human capital and natural capital are complementary but not interchangeable.

10. Environmental sustainability

Can be continued indefinitely, if cannot continued that is not sustainability.