

Section - 5

Q.1
Ans

Factors that affect the productivity are somewhat classified into 2 categories, that would be internal and external factors.

⇒ Internal Factors include:

② Product factor - In terms of productivity means the extent to which the product meets output requirements. Product is judged by its usefulness. The cost benefit ratio of a product can be enhanced by increasing the benefit at the same cost.

③ Plant and equipment - The increased availability of the plant through proper maintenance and reduction of idle time increases the productivity.

④ Technology - Innovative and latest technology imparts productivity to a greater extent.

ii) Internal factors -

② Structural adjustment - including both economic and social changes. Economic changes that influence shift in employment, impact of technology and industrial competitiveness.

③ Natural resources - Manpower, land and raw material are vital to the productivity improvement.

④ Government and infrastructure - Government policies and programs are significantly to productivity practices of government agencies and transports and communication. Power, fiscal policies influence productivity to great extent.

Productivity measurement is expressed as the ratio of output to input used in a production process, that is output per unit of input. Productivity is a crucial factor in

production performance of firms and nations.

Productivity measurement is basically in two ways that is the TPM & PPM, Total Productive measure when it is based on all the inputs. And then the Partial Productivity measures which depends upon the individual input partial productivity as measured. These two are ~~are~~ a instrument on how to measure productivity.