



**HUMAN CAPITAL FORMATION**

**ASSERTION- REASON QUESTIONS**

- 1 **Read the following statements - Assertion (A) and Reason (R):**  
**Assertion (A)** –Expenditure on migration is a source of human capital formation.  
**Reason(R)** –Migration to other countries involves cost of transportation from one place to another and higher cost of living in the migrated places.  
**From the given alternatives choose the correct one:**  
**Alternatives:**
  - a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
  - b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - c) Assertion (A) is true but Reason (R) is false.
  - d) Assertion (A) is false but Reason (R) is true.
- 2 **Read the following statements - Assertion (A) and Reason (R):**  
**Assertion (A)** – There is no depreciation of human capital like physical capital.  
**Reason(R)** – Investment is required to maintain efficiency of human capital.  
**From the given alternatives choose the correct one:**  
**Alternatives:**
  - a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
  - b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - c) Assertion (A) is true but Reason (R) is false.
  - d) Assertion (A) is false but Reason (R) is true.
- 3 **Read the following statements - Assertion (A) and Reason (R):**  
**Assertion (A)** – Education contributes to economic growth.  
**Reason(R)** - Education confers higher earning capacity on people.  
**From the given alternatives choose the correct one:**  
**Alternatives:**
  - a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
  - b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - c) Assertion (A) is true but Reason (R) is false.
  - d) Assertion (A) is false but Reason (R) is true.
- 4 **Read the following statements - Assertion (A) and Reason (R):**  
**Assertion (A)** – Spread of education is necessary to control the population growth rate.  
**Reason(R)** –Modernisation, gender equality and social awareness has deep impact on the mind set of people.

**From the given alternatives choose the correct one:**

**Alternatives:**

- a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
- b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
- c) Assertion (A) is true but Reason (R) is false.
- d) Assertion (A) is false but Reason (R) is true.

- 5 **Read the following statements - Assertion (A) and Reason (R):**  
**Assertion (A)**-Human capital formation is required for effective use of physical capital.  
**Reason(R)** – Formation of human capital raises life expectancy of the people.  
**From the given alternatives choose the correct one:**  
**Alternatives:**  
a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).  
b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).  
c) Assertion (A) is true but Reason (R) is false.  
d) Assertion (A) is false but Reason (R) is true.
- 6 Read the following statements - Assertion (A) and Reason (R). Choose one of the correct alternatives given below:  
Assertion (A): Education on migration is the source of human capital formation.  
Reason (R): Migration to other countries involves the cost of production from one place to another and the higher cost of living on the migrated place.  
(A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)  
(B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)  
(C) Assertion (A) is true but Reason (R) is false.  
(D) Assertion (A) is false but Reason (R) is true.
- 7 Read the following statements - Assertion (A) and Reason (R). Choose one of the correct alternatives given below:  
Assertion (A): Spread of education is necessary to control the population growth rate.  
Reason (R): Human capital formation decreases quality of life.  
(A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)  
(B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)  
(C) Assertion (A) is true but Reason (R) is false.  
(D) Assertion (A) is false but Reason (R) is true.
- 8 Read the following statements - Assertion (A) and Reason (R). Choose one of the correct alternatives given below:  
Assertion (A): Educated person is able to generate more income  
Reason (R): The labour skill of an educated person is more than that of an uneducated person.  
(A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)  
(B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)  
(C) Assertion (A) is true but Reason (R) is false.  
(D) Assertion (A) is false but Reason (R) is true
- 9 Read the following statements - Assertion (A) and Reason (R). Choose one of the correct alternatives given below:  
Assertion (A): Human Capital Formation is required for effective use of physical capital  
Reason (R): Formation of human capital raises life expectancy of the people.  
(A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)  
(B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)  
(C) Assertion (A) is true but Reason (R) is false.  
(D) Assertion (A) is false but Reason (R) is true

- 10 Read the following statements - Assertion (A) and Reason (R). Choose one of the correct alternatives given below:  
Assertion (A): The Apex body in the field of Medical Research is AICTE.  
Reason (R): Reason (R): The Apex body in the field of Medical is Indian council of Medical Research(ICMR).
- (A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)
  - (B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)
  - (C) Assertion (A) is true but Reason (R) is false.
  - (D) Assertion (A) is false but Reason (R) is true.
- 11 **ASSERTION:** Expenditure on education is the most effective way of enhancing and enlarging the productive workforce in the country  
**REASON:** Monetary benefits of education far exceed the cost of education.
- (A) Assertion and reasons both are correct statements and reason is correct explanation for assertion.
  - (B) Assertion and reasons both are correct statements, but reason is not correct explanation for assertion.
  - (C) Assertion is correct statement, but reason is wrong statement.
  - (D) Assertion is wrong statement, but reason is correct statement.
- 12 **ASSERTION:** Human Capital formation is the process of adding to the stock of human capital over time.  
**REASON:** Migration contributes to human capital formation as it facilitates utilization of inactive skills of the people.
- (A) Assertion and reasons both are correct statements and reason is correct explanation for assertion.
  - (B) Assertion and reasons both are correct statements, but reason is not correct explanation for assertion.
  - (C) Assertion is correct statement, but reason is wrong statement.
  - (D) Assertion is wrong statement, but reason is correct statement.
- 13 **ASSERTION:** The Government of India tries to regulate the education sector through various organizations.  
**REASON:** Education promotes the cultural standard of the citizens.
- (A) Assertion and reasons both are correct statements and reason is correct explanation for assertion.
  - (B) Assertion and reasons both are correct statements, but reason is not correct explanation for assertion.
  - (C) Assertion is correct statement, but reason is wrong statement.
  - (D) Assertion is wrong statement, but reason is correct statement.
- 14 **ASSERTION:** Human capital formation gives birth to innovation, invention, and technological improvements.  
**REASON:** Human capital formation generates a change in the emotional and material environments of growth.
- (A) Assertion and reasons both are correct statements and reason is correct explanation for assertion.
  - (B) Assertion and reasons both are correct statements, but reason is not correct explanation for assertion.
  - (C) Assertion is correct statement, but reason is wrong statement.
  - (D) Assertion is wrong statement, but reason is correct statement.
- 15 **ASSERTION:** Human capital formation facilitates innovations.  
**REASON:** Innovation is the lifeline of growth.
- (A) Assertion and reasons both are correct statements and reason is correct explanation for assertion.
  - (B) Assertion and reasons both are correct statements, but reason is not correct explanation for assertion.
  - (C) Assertion is correct statement, but reason is wrong statement.
  - (D) Assertion is wrong statement, but reason is correct statement.

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ASSERTION (A) on the job training is a source of human capital formation.

REASON (B) after on the job training of employees, firm insist that workers should work for a specific period of time.

- (A) Both assertion and reason are true and the reason is the correct explanation of the assertion.
- (B) assertion and reason both are true but reason is not the correct explanation of assertion.
- (C) Assertion is true. Reason is false.
- (D) Assertion is false. Reason is true

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ASSERTION (A) education contributes to economic growth.

REASON (B) education confers higher earning capacity on people.

- (A) Both assertion and reason are true and the reason is the correct explanation of the assertion.
- (B) assertion and reason both are true but reason is not the correct explanation of assertion.
- (C) Assertion is true. Reason is false.
- (D) Assertion is false. Reason is true

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ASSERTION (A) the spread of education is necessary to control the population growth.

REASON (B) human capital formation decreases the quality of life.

- (A) Both assertion and reason are true and the reason is the correct explanation of the assertion.
- (B) assertion and reason both are true but reason is not the correct explanation of assertion.
- (C) Assertion is true. Reason is false.
- (D) Assertion is false. Reason is true

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ASSERTION (A) the facilities for the formation of human capital have remained adequate.

REASON (B) the resources allocated to human capital formation have been much less than the resources.

- (A) Both assertion and reason are true and the reason is the correct explanation of the assertion.
- (B) assertion and reason both are true but reason is not the correct explanation of assertion.
- (C) Assertion is true. Reason is false.
- (D) Assertion is false. Reason is true

20 Read the following Assertion (A) and Reason (R) and choose the correct alternatives given below:

Assertion (A): Education contributes to economic growth.

Reason (R): Education confers higher earning capacity on people.

- a) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion (A.)
- b) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)
- c) Assertion (A) is true but Reason (R) is false.
- d) Assertion (A) is false but Reason (R) is true

- 21 Read the following Assertion(A) and Reason (R) and choose the correct alternatives given below  
 Assertion (A): On the job training is a source of human capital formation.  
 Reason (R): After on the job training of employees, firm insist that the workers should work for specified period of time.  
 (A) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion (A.)  
 (B) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)  
 (C) Assertion (A) is true but Reason (R) is false.  
 (D) Assertion (A) is false but Reason (R) is true
- 22 Read the following Assertion (A) and Reason (R) and choose the correct alternatives given below  
 Assertion (A): The facilities for the formation of human capital have remained adequate.  
 Reason (R): The resources allocated to human capital formation have been much less than the resources required.  
 (A) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion (A.)  
 (B) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)  
 (C) Assertion (A) is true but Reason (R) is false.  
 (D) Assertion (A) is false but Reason (R) is true
- 23 28 Read the following Assertion(A) and Reason (R) and choose the correct alternatives given below.  
 Assertion (A): ICMR regulates health sector in India  
 Reason (R): The full form of ICMR is international council of medical research.  
 (A) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion(A.)  
 (B) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)  
 (C) Assertion (A) is true but Reason (R) is false.  
 (D) Assertion (A) is false but Reason (R) is true
- 24 Assertion: Expenditure on information is considered an important source of human capital formation.  
 Reason: A person who is educated, trained and skilled can be unemployed due to lack of expenditure on information.  
 a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).  
 b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).  
 c) Assertion (A) is true but Reason (R) is false.  
 d) Assertion (A) is false but Reason (R) is true
- 25 Assertion: Enrolment of girls' students of poor family has increased considerably.  
 Reason: Various schemes have been initiated by the government in the promotion of education among under privileged section of society.  
 a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).  
 b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).  
 c) Assertion (A) is true but Reason (R) is false.  
 d) Assertion (A) is false but Reason (R) is true

- 26 Assertion: Education creates a positive impact on career prospects of people by increasing their standard of living and quality of life.  
Reason: There is a downward trend in inequality world- wide with a rise in the average education level.
- Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
  - Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - Assertion (A) is true but Reason (R) is false.
  - Assertion (A) is false but Reason (R) is true
- 27 Assertion: Rising population is a serious roadblock in the process of human capital formation in India.  
Reason: Migration facilitates utilisation of human capital.
- Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)
  - Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - Assertion (A) is true but Reason (R) is false.
  - Assertion (A) is false but Reason (R) is true
- 28 Read the following statements- Assertion (A) & Reason (R). Choose one of the correct alternatives given below:  
Assertion (A) :Expenditure regarding on-the-job training is a sources of human capital formation and investment.  
Reason ( R ) : The return of on-the – job training is in form of enhanced labour productivity which is more than the cost of it.
- Both Assertion (A) & Reason (R) is true
  - Both Assertion (A) & Reason (R ) is false
  - Assertion (A) is true but Reason (R) is False
  - Assertion (A) is False but reason (R) is true
- 29 Read the following statements- Assertion (A) & Reason (R). Choose one of the correct alternatives given below:  
Assertion (A) :The relation between human capital and economic growth flows in either directions.  
Reason ( R ) : High level of economic growth means more investment in human capital formation – better schools , colleges, research institution , hospitals and high level of human capital like doctors , scientist , engineers , professors causes growth of income or vice versa
- Both Assertion (A) & Reason (R) is true
  - Both Assertion (A) & Reason (R ) is false
  - Assertion (A) is true but Reason (R) is False
  - Assertion (A) is False but reason (R) is true
- 30 Read the following statements- Assertion (A) & Reason (R). Choose one of the correct alternatives given below:  
Assertion (A) Human capital aims at increasing the quality of life through better education and health facilities whereas human development focuses on increasing the labour productivity through education and health facilities  
Reason ( R ) : Both human capital and human development regards education and health as a medium of increasing productivity
- Both Assertion (A) & Reason (R) is true
  - Both Assertion (A) & Reason (R ) is false
  - Assertion (A) is true but Reason (R) is False
  - Assertion (A) is False but reason (R) is true

- 31 Read the following statements- Assertion (A) & Reason (R). Choose one of the correct alternatives given below:  
 Assertion (A): Human capital creates both private and social benefits  
 Reason (R) : The benefits from a human capital not only flows to those who pay for it but also to the society in general.  
 A) Both Assertion (A) & Reason (R) is true  
 (B) Both Assertion (A) & Reason (R) is false  
 (C)Assertion (A) is true but Reason (R) is False  
 (D)Assertion (A) is False but reason (R) is true
- 32 Read the following statements- Assertion (A) & Reason (R). Choose one of the correct alternatives given below:  
 Assertion (A): Immigration enhances the process of human capital formation whereas the emigration hampers the process human capital formation.  
 Reason (R) : There is loss of valuable human capital in case of emigration not in case of immigration.  
 (A) Both Assertion (A) & Reason (R) is true  
 (B) Both Assertion (A) & Reason (R) is false  
 (C)Assertion (A) is true but Reason (R) is False  
 (D)Assertion (A) is False but reason (R) is true

ANSWER

1-B	2-A	3-A	4-A	5-B	6-B	7-C	8-A	9-B	10-D
11-A	12-A	13-B	14-B	15-A	16-B	17-A	18-C	19-D	20-A
21-B	22-D	23-C	24-A	25-A	26-B	27-B	28-A	29-A	30-B
31-A	32-B								

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