

Name: _____ Date: _____

The Story of Village Palampur

Q1. Modern farming methods require more inputs which are manufactured in industry. Do you agree?

Ans. _____

Q2. What is working capital? Why is it important?

Ans. _____

Q3. What are the main constraints in raising farm production?

Ans. _____

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Q1. Modern farming methods require more inputs which are manufactured in industry. Do you agree?

Ans. Modern farming methods include use of high yielding varieties (HYVs) seeds. HYV seeds, however, needed plenty of water and also chemical fertilizers and pesticides to produce best results. Higher yields are possible only from a combination of HYV seeds, irrigation facilities (electric tube wells), chemical fertilisers, pesticides etc. and all these elements are manufactured in industry. Thus, it is correct to say that farming methods require more inputs which are manufactured in industry.

Q2. What is working capital? Why is it important?

Ans. Raw materials and money in hand are called working capital. Unlike tools, machines and buildings, these are used up in production.

Working capital is required because:

- i. Production requires a variety of raw materials such as the yarn used by the weaver and the clay used by the potter.
- ii. Also, some money is always required during production to make payments and buy other necessary items.

Q3. What are the main constraints in raising farm production?

Ans. The main constraints in raising farm production are:

- i. Land area under cultivation is practically fixed.
- ii. Since 1960 in Palampur, there has been no expansion in land area under cultivation.
- iii. By then, some of the wastelands in the village had been converted to cultivable land.
- iv. There exists no further scope to increase farm production by bringing new land under cultivation.