

FACTORS OF PRODUCTION

1. LAND

2. LABOUR

3. CAPITAL

4. ENTREPRENEUR

LAND

This is a free gift of nature because its natural resource is free such as forest, mineral resources, rivers, ocean and so on

FEATURE OF LAND

1. Land is a free gift of nature

2. The reward of land is rent
3. It is subject to the law of diminishing return
4. Land is immobile
5. The supply of land limited
6. The value of land varies from one location to another

IMPORTANCE OF LAND

1. Land is used for farming purpose
2. The water bodies serve as a source of fishing
3. It is used for rearing animals for example
4. Land is of raw material for industry for example
timber, mineral and so on

5. Land is used in the construction of industry in the building houses

6. Water bodies is used for construction

LABOUR

This refers to all human effort physical, mental, skilled and unskilled used in the production of goods and services. The reward for labour is wages and salaries.

TYPES OF LABOUR

There are two main types of labour

1. **Skilled Labour:** this labour makes use of their mental effort in productive activities. This labour undergo a long specialized type of training institute

of higher learning for example accounting, lawyers, engineer and so on

2. **Unskilled labour:** this is a type of labor required little or no formal education. They make use of physical effort or energy in production for example guard, message, cleaner and so on

CHARACTERISTICS OF LABOUR

1. Labour is mobile
2. Labour has feeling as consent must be sorted before it is used for production
3. Labour is skillful through education and training
4. Labour is a human factor
5. The reward for is salary and wages