

Positive & Normative statement

Positive and normative statements in economics

The distinction between facts and value judgements in economics statement.

1) Positive statement

- It can be proven against evidence.
- It can be true or false, Objective

2) Normative statement

- It cannot be proven against evidence.
- Value judgment, subjective
- Wording of value judgment e.g. should, should not, ethical, unethical, fair, unfair, important, necessary

