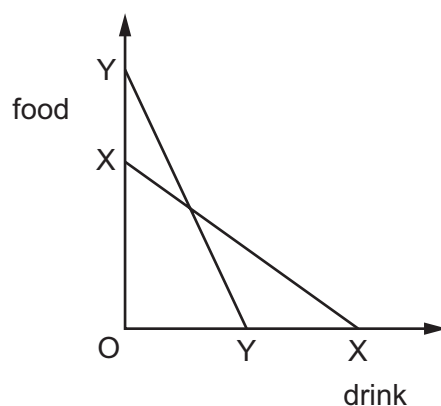


- 1 What is 'a produced means of further production'?
- A capital
 - B enterprise
 - C labour
 - D land
- 2 A hospital management board decides to reallocate \$800 000 from its \$1.2m new buildings budget to spend on cancer care.

What is the opportunity cost of this decision?

- A a cost of \$400 000
 - B a cost of \$800 000
 - C the cost of healthcare for cancer patients
 - D the loss of some new buildings
- 3 The diagram shows the change in a country's production possibility curve from XX to YY.



What would explain this change?

- A Consumers chose to consume more food and less drink.
- B Government taxed food production and subsidised drink production.
- C Productivity rose in food production and fell in drink production.
- D There were more imports of food and more exports of drink.