

- 3 A firm changes the type of product it produces.

What might limit the firm's ability to use division of labour?

- A The new production method is more capital intensive.
- B The new production method is very expensive.
- C The new product is made to specific customer requirements.
- D The new product requires specialised labour.

- 4 A group of tourists become stranded on a desert island. They decide to use their own system of money.

Which statement about their choice of money is correct?

- A Coins in their possession would be suitable if there are enough of them.
- B Fruit fallen from trees would be suitable because it has intrinsic value as a food.
- C Pebbles from the seashore would be suitable because they are both durable and plentiful.
- D Seaweed would be suitable as it is in unlimited supply around the coast.

- 5 What is likely to affect the position of the demand curve for tickets to pop concerts but **not** the position of the supply curve?

- A a change in incomes of potential customers
- B a change in price of tickets to the concerts
- C a change in rents charged by venue owners
- D a change in seating capacity of concert venues