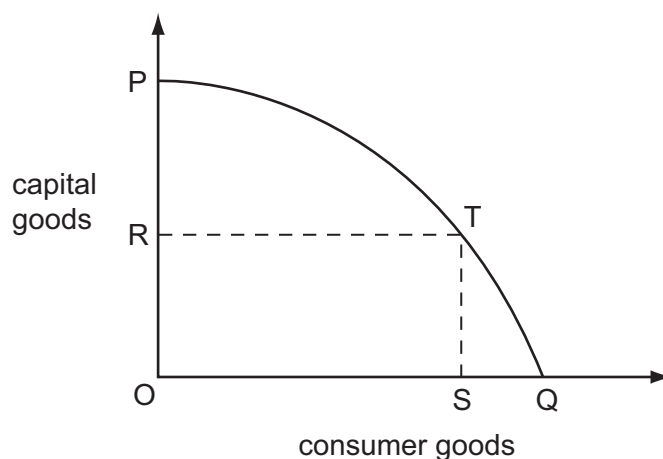


- 1 Why is scarcity the central feature of the economic problem?
  - A People's needs are limited.
  - B Resources have alternative uses.
  - C Economic resources are finite.
  - D Consumers have limited choices.
  
- 2 The production possibility curve for an economy producing capital and consumer goods is represented by the line PQ.



What is the opportunity cost of producing OS of consumer goods?

- A OR of capital goods
  - B PR of capital goods
  - C SQ of consumer goods
  - D SQ of consumer goods + PR of capital goods
  
- 3 In which types of economy might a government control prices?
  - A market and mixed only
  - B market and planned only
  - C market, mixed and planned
  - D mixed and planned only
  
- 4 Which action by an individual would **not** be considered an action of the factor of production labour?
  - A leaving college to work on the land
  - B moving from a labour-intensive industry to work in a capital-intensive industry
  - C setting up a new business in information technology
  - D undertaking a training course in computer skills