

A decorative graphic consisting of a grid of circles. The top three rows consist of yellow circles, and the bottom row consists of a single blue circle. The circles are arranged in a pattern that tapers to the right.

# **The factors of production**

**Microeconomics - year10**

# Agenda

Drive growth of monthly sales volume of purchases

- Multiple choice
- Essay

Be the most desirable brand



# Part1-Multiple choice

**1. The management of a coffee shop decided to replace its coffee blending machines with more technologically advanced blending machine. At the same time, the firm retained its barista. Which factors of production has the coffee shop improved?**

- A. Land and enterprise
- B. Labour and enterprise
- C. Capital and land
- D. Capital and labour

# Part1-Multiple choice

**2. What resources are included in the factor of production land?**

A. factory building

B. machine

C. stadium

D. wheat

# Part1-Multiple choice

**3. What is most likely to enhance enterprise as a factor of production in an economy?**

- A. A reduction in government spending on education.
- B. A rise in taxes on firms.
- C. A rise in emigration
- D. A reduction in regulation of firms

# Part1-Multiple choice

**4. What is most likely to increase the occupational mobility of labour?**

- A. An increase in the amount of credit available to firms
- B. An increase in education and training from the government
- C. An increase subsidy of the accommodation
- D. An increase in the quantity of low-cost housing

# Part1-Multiple choice

5. An ABC airline needs people and equipment. These can be categorised into factors of production. What is assigned to the appropriate factor of production?

	People or equipment	Factor of production
A	Airline owners	Labour
B	Flight attendances	Enterprise
C	Telecommunication	Land
D	Aircraft	Capital

# Part2-Essay

1. Explain two factors on the mobility of labour [4]
2. Explain one reason why the quantity of labour may increase and one why quality of labour may increase.

# The End

