

Smart Exam Resources

IGCSE Economics

1.2-Factor of Production — Question Paper (Student Copy, Set 2)

Q1.

A university rejects 2000 qualified applicants who wish to study there. Which factor of production could have caused the university to make this decision?

- A infinite quantity of capital
- B scarcity of labour
- C surplus of land
- D unlimited supply of enterprise

Q2.

What is not a factor of production?

- A a 10 dollar note
- B a farm labourer
- C a farm shop
- D a tractor

Q3.

A university rejects 2000 qualified applicants who wish to study there. What factor of production could have caused the university to make this decision?

- A infinite quantity of capital
- B scarcity of labour
- C surplus of land
- D unlimited supply of enterprise

Q4.

A business person employs two people to make sandwiches to sell in a cafe. As well as labour, which factors of production are involved in this activity?

- A capital, enterprise and land
- B capital and land only
- C capital and enterprise only
- D enterprise and land only

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Q5.

In a rural community of Southern Africa, women were responsible for planting and weeding crops by hand, while men used to control production and receive profits. Which combination of factors of production was in operation? men women

- A capital land
- B enterprise labour
- C labour capital
- D land enterprise

Q6.

Each factor of production earns an income. What correctly identifies the income for labour and capital? labour capital

- A profit interest
- B rent profit
- C wages profit
- D wages interest

Q7.

What is not a factor of production?

- A a \$20 banknote
- B an office
- C a photocopier
- D a secretary

Q8.

Economists refer to factors of production. Which is not a factor of production?

- A the fields of a farm
- B the machinery in a factory
- C the shares of a company
- D the staff in an office

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Q9.

What does an economist mean by the factor of production called capital?

- A goods that can be used to produce other goods
- B money used to start a business
- C resources that cannot be replaced
- D the profits of a company

Q10.

Which factor of production involves risk-taking?

- A capital
- B enterprise
- C labour
- D land

Q11.

Which factor of production is not represented in the list shown? bananas a factory goats a risk taking investor

- A capital
- B enterprise
- C labour
- D land