

1. Choose and circle the correct answer for each of the questions below.

1. Which of the following is not a public good?

- A. Street lighting
- B. Police services
- C. Fee paying school
- D. Defence

2. Which statement about producer goods is correct?

- A. They are provided freely by nature.
- B. They are used for a very short period of time.
- C. They are man-made goods used to produce other goods and services.
- D. They do not deplete resources.

3. An example of an enterprise is

- A. a self-employed taxi driver.
- B. a supermarket worker.
- C. a gym receptionist.
- D. an office worker.

4. An entrepreneur is someone who is

- A. a risk-taker only.
- B. a decision-maker only.
- C. both a risk-taker and a decision-maker.
- D. a natural resource.

5. Jesus took a risk and invested his savings to set up a new business of cooking home-made snacks and supplying them to supermarkets. An example of risk taken by Jesus is

- A. making profits.
- B. making losses.
- C. she is the only decision-maker.
- D. she is not helped by her friends in her enterprise.

2. State whether the following statements are True or False.

- 1. Consultancy, research and development are activities in the quaternary sector
- 2. Labour refers to a worker providing only physical efforts in the production of output
- 3. A tractor is an example of non-financial capital
- 4. Economic goods are free of cost
- 5. Your parents can buy everything they want without any sacrifice

3. Match each term in Column A with the corresponding definition in Column B. Write your answers in the table which follows.

	Column A		Column B
A	Opportunity Cost	1	An aid that satisfies the one who consumes it though it cannot be touched.
B	Service	2	Organising resources to produce goods and services while taking risk with an aim to make profit.
C	Secondary sector	3	A benefit that a person could have received but sacrifices to choose something else.
D	Enterprise	4	A good or service that is provided only by the government.
E	Public Good	5	Processes raw materials into goods

Column A	A	b	C	D	E
Column B					

4. Fill in the blanks with the appropriate words given below.

Goods needs services buy raw materials service wages resources finished goods wants

- (a) A business is an organisation that uses..... to satisfy human..... and
- (b) Businesses produce and by converting _____ into _____.
- (c) Employees are paid in terms of and they use it to goods and services.
- (d) The tertiary sector is also known as the sector.

5. Read the case study below and fill in the table that follows.

Banisha Devi Cally decided to accompany her mother to the dentist. They decided to go by bus and on their way, they saw people buying hats, sunglasses and fresh coconut juice. It was quite hot and her mother bought a bottle of cold water for herself and a can of Coke for Banisha. They went to a nearby library to buy some books, magazines and bookmarks.

Identify the goods and services used by Banisha and her mother.