



Worksheet 2: Stating examples

State as many relevant and specific examples as possible in the spaces provided.

Section 2: The allocation of resources

- 1 State the two branches of economics and the decision makers involved in each.

- 2 State the three basic economic questions.

- 3 State two of the functions of the price mechanism.

- 4 State the two types of movement along the demand curve.

- 5 State the three levels at which demand is studied.

- 6 State two factors that would cause the demand for a product to increase.



- 7 State two factors that would cause the demand for a product to decrease. The factors must be different from those stated in 6.

- 8 State the three levels at which supply is studied.

- 9 State two factors that would cause the supply for a product to increase.

- 10 State two factors that would cause the supply for a product to decrease. The factors must be different from those stated in 9.

- 11 State two reasons (one demand-side and one supply-side) for an increase in the quantity of cars traded.

- 12 State the two types of market disequilibrium.

- 13 State five types of PED.



14 State four determinants of PED.

15 State five types of PES.

16 State four determinants of PES.

17 State seven causes of market failure.

18 State two forms of price controls the government can use.

19 State seven government microeconomic policy measures.
