



ECONOMICS – Paper 2

GRADE : 10 REVISION- SELF STUDY APRIL 2022
Chapters 5, 6, 7 Pages 77 - 159

QUESTION ONE

1.1 DEFINE THE FOLLOWING TERMS

A	B	C
Monopoly	Minimum wage	Opportunity costs
Oligopoly	Factor market	utility
Perfect Market	Product market	Market failures
Utility of form	Sin tax	VAT
Utility of place	Price	Substitute goods
Utility of time	externality	Complementary goods
Utility of possession	Public goods	Imperfect markets
Supply	externality	Global markets
Demand		

1.2 Choose a appropriate description from COLUMN B to match the concept in COLUMN A. Write only the letter of your correct choice

	COLUMN A		COLUMN B
1.2.1	Opportunity Costs	A	Creates co-operation among nations on a range of non-economic issues such as immigration ,health, and legal issues
1.2.2	Excise duty	B	Costs that are carried by people who are not involved in the production process
1.2.3	Negative Externality	C	An online market
1.2.4	Globalisation	D	Discourages the use of goods
1.2.5	Internet	E	Value of an alternative that you give up when you make a choice

Give the economic terminology that best describes the following description

- 1.2.1 A market where there is no barriers to entry
- 1.2.2 The lowest wage the employer is allowed to pay a worker
- 1.2.3 A tax payable on most goods and services bought
- 1.2.4 The satisfaction gained from using a product
- 1.2.5 The curve that shows the different combinations of two product that will provide a consumer with equal levels of satisfaction

QUESTION TWO

Study the picture below and answer the questions that follow.

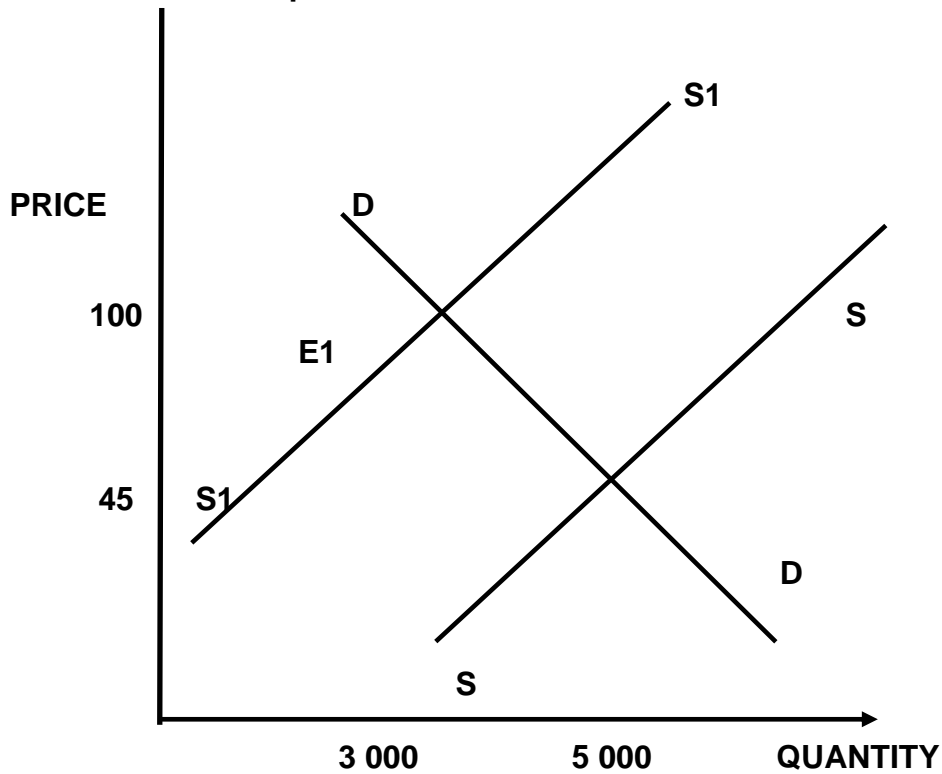


- 1 Identify ONE example of a monopolistic competitor in the picture above.
- 2 Describe the above market structure.
- 3 What is the nature of products offered by the above market structure.
- 4 Why is entry easy into this market?
- 5 Explain how the above businesses try to gain market share without interfering with prices.

QUESTION THREE – GRAPH – next page

- 1 Name the original equilibrium quantity.
- 2 Differentiate between terms supply and demand.
- 3 Discuss two factor affecting supply of chocolates and the demand for chocolate.
- 4 Why did the supply curve shift from SS to S1S1?
- 5 How will the sugar tax affect the above industry?
- 6 Draw an increase in demand for chocolate

Study the graph relating to the demand and supply for chocolates and answer the questions that follow :



QUESTION THREE



1. Name two international companies depicted above
2. Define the term globalisation
3. Discuss three Advantages of world trade
Disadvantages of world trade
4. What is the message of the cartoon?