**The City School**

**North Nazimabad Boys Campus**

**Grade 10**

**Economics Assignment**

**Topic The Allocation of Resources**

**Date: 25-06-2016**

**Subject: Economics**

**Teacher: Arshi Aqueel**

**Topic The Private Firm As Producer Consumer And Borrower**

**1 Co-operatives play a key role in the Kenyan economy, accounting for 43% of the country’s output. They operate in a number of industries, some of which come close to a monopoly and some of which are more competitive. There are many co-operative farms growing cotton. The Kenyan Government is seeking to develop a vertically integrated textile industry.**

**(a) Describe twocharacteristics of a co-operative. [4]**

**(b) Explain threeways in which monopoly differs from perfect competition. [6]**

**(c) Analyse the advantages of vertical integration. [4]**

**(d) Discuss what impact a rise in output is likely to have on a farmer’s profit. [6]**

**2(a) Identify the differences between a partnership and a company. [4]**

**(b) Explain why a firm’s profits might increase. [4]**

**(c) Distinguish between internal and external economies of scale. [4]**

**(d) Discuss whether all small firms will eventually become large firms. [8]**