**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 Individual As Producer Consumer And Borrower**

**1 Money plays a significant role in all economies.**

**(a) Explain why it is better for individuals to use money rather than barter. [6]**

**(b) Describe the functions that commercial banks perform in an economy. [6]**

**(c) Analyse why some individuals are more likely to borrow money than others. [8**

**2 The central bank and stock exchanges can perform important roles in economies.**

**(a) What is meant when it is stated that money performs the functions of (i)a medium of exchange and (ii)a store of value? [4]**

**(b) Explain the role a central bank can play in an economy. [6]**

**(c) Discuss how important a stock exchange can be in encouraging firms to expand. [10]**