Worksheet

2 The factors of production

Complete the following activities on the factors of production.

Activity 1

Complete the table below by giving three examples of each factor of production. One example is already included.

|  |  |
| --- | --- |
| Factor of production | Examples |
| Land |  |
| Labour |  |
| Capital | Computer, |
| Enterprise |  |

Activity 2

For each of the following scenarios, identify which factor(s) of production would be affected. Be prepared to explain to the rest of your class what you think the causes of changes are in the quantity and quality of the factors of production. The first one has been done for you.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Scenario | Land | Labour | Capital | Enterprise |
| New technology |  |  |  |  |
| Increased minimum wage |  |  |  |  |
| Lower income tax |  |  |  |  |
| Increased immigration |  |  |  |  |
| War |  |  |  |  |
| Natural disaster, for example earthquake |  |  |  |  |
| Improvements in education |  |  |  |  |
| Reduced tax on business profits |  |  |  |  |
| Relaxed building laws |  |  |  |  |