2 A clothing manufacturer originally organised production so that each worker made a garment from start to finish. However, in 2020, the manufacturer introduced the division of labour to garment production.

Which **one** of the following is a likely advantage of introducing the division of labour?

- ☒ **A** An increase in boredom
- ☒ **B** An increase in the cost of making each garment
- ☒ **C** An increase in output per worker
- ☒ **D** An increase in the time required for training

(Total for Question 2 = 1 mark)

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1 Which **one** of the following is a role of financial markets?

- ☒ **A** To collect tax revenues
- ☒ **B** To enable consumers to minimise their utility
- ☒ **C** To make funds available for individuals and businesses
- ☒ **D** To provide public goods

(Total for Question 1 = 1 mark)

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9 In Thailand 10% of household income was saved during 2022.

In October 2022 banks in Thailand made loans to the private sector amounting to THB 4 809 billion.

With reference to Thailand, explain **one** role of financial markets.

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9 Prior to 1920 each worker at Henry Ford's car company would manufacture an entire car from start to finish. In the 1920s the company started to use an assembly line where each worker only completed a particular task.

Explain **one** advantage to a car manufacturer of using the division of labour to organise production.

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9 Adam Smith wrote that by applying the division of labour in a pin factory, ten workers were able to increase production from 200 pins per day to 48 000 pins per day.

Explain **one** advantage to firms of using division of labour to organise production.

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8 Rimac manufacture electric cars. With the first model, the Concept_One, an individual worker was responsible for building each car from start to finish. Only seven were manufactured. In 2017 €30 million was spent on developing a factory which would use the division of labour to manufacture 200 Concept_Two cars.

With reference to the market for car manufacturing, explain **one** benefit of the 'division of labour'.

8 The construction of a house requires many different types of worker. These include:

- bricklayers
- carpenters
- plasterers
- electricians
- painters and decorators.

Explain **one** advantage of specialisation in house construction.

DO NOT WRITE IN THIS A