



Department of Education, Sabaragamuwa/weekly school

week- April 5

Subject-Economics

Grade-12

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1. What is meant by scarcity? Explain the problem of scarcity using a production possibilities curve?
2. Why productive inefficiency and allocative inefficiency are considered wasteful in resource utilization?
3. What are the main functions of an economic system?
4. Explain what happens to a country's production capacity due to a pandemic such as Covid-19 using a production possibilities curve.
5. Explain why the division of labour causes increases in the level of production in an economy.