3 What is **not** a characteristic of a planned economy?

A Consumers have limited influence on what is produced.

B Profit is the motive for increasing output.

C Resources are owned by the government.

D There is limited competition in the market.

A-Level Economics: **s25 11**

5 How can a public good become a private good?

A Consumers are dissatisfied with the performance of state-run services.

B New technological developments make the good excludable.

C The government privatises the industry producing the good.

D The price of the good increases so it becomes more profitable.

A-Level Economics: **Specimen 1**

2 What is likely to be introduced in the market for bus travel if an economy moves from a mixed economy to a market economy?

A allowing companies to bid for bus routes

B free bus travel for school children

C maximum prices for bus travel

D subsidies to bus operators