## 04 - PRODUCTION

The topic entails:-

- Definition of production.
- Definition of utility and give the various types of utilities
- Identifying types and levels of production and stating the rewards.
- Differentiation between division of labour and specialization in production process
- Discuss the concept of mobility and factors of production process
- Discuss the concept of mobility and factors that influence mobility of factors of production.
- Attempt, classification and distinction between goods and services.
- 1. For each of the following production activities, indicate whether it is direct or indirect type of production

Activity	Type of production
i) An individual washing his own clothes	
ii) An individual supplying beef in an area	
iii) An individual operating a food kiosk	
iv) An individual producing maize for his family	
consumption	

- 2. Write in full the following abbreviations:
  - i) Franco
  - ii) O.N.
  - iii) C.W.O
  - iv) I.O.U
- 3. Explain the factors that have led to dominance of subsistence production despite development

in technology in Kenya.

4. Identify the type of utility created in the following circumstances

Activity	Utility
a) Carpentry	
b) Selling bread to students	
c) Warehousing of goods imported	
d) Carriage of cargo to the market	

5. Outline **four** ways in which the productivity of land can be improved

- 6. State **four** ways in which a society benefits from indirect production
- 7. Outline **four** disadvantages of division of labour and specialization
- 8. Distinguish between the following types of utilities:-
  - (a) Form utility
  - (b) Place utility
- 9. A worker has been working as a mechanic for two years. However, he thinks of changing to

another occupation

- 10. List **four** features of land as a factor of production
- 11. Highlight **four** factors that could influence mobility of capital as a factor of production
- Highlight **four** types of utility and identify how each is created by production
- 13. Give **four** characteristics of indirect production
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- 1. Outline **five** differences between direct production and indirect production