

Unit 6

1. Outline **two** benefits of local business for a local community.

(i) _____

(ii) _____

1. Outline **two** characteristics of a private limited company:

(i) _____

(ii) _____

7. Distinguish between Grants and Subsidies.

Column 1 - Terms	Column 2 - Explanations
1. Exchange Rate	A. The increase in the value of goods and services produced in an economy from one year to the next.
2. Interest Rate	B. Is measured by the Consumer Price Index (CPI).
3. Taxation	C. Is measured by the live register.
4. Economic Growth	D. Can be progressive or regressive.
5. Inflation	E. The price of one currency expressed in terms of another currency.
	F. The cost of borrowing money.

Match the two lists by placing the letter of the correct explanation under the relevant number below:

1	2	3	4	5

8. (a) Define the term *primary sector*.

(b) Outline **two** current trends affecting this sector in Ireland:

(i) _____

(ii) _____

6. Outline **two** ways the Government could encourage business activity in Ireland.

(i) _____

(ii) _____

8. Write *True* or *False* after each of these sentences.

Sentence		True or False
1.	The role of the IDA is to attract foreign direct investment into Ireland.	
2.	Privatisation is the transfer of ownership from the private sector to the government owned public sector.	
3.	A code of ethics is a set of moral rules clarifying expected behavior of individuals in business.	
4.	An environmentally conscious business uses clean production processes and packaging which can be recycled.	
5.	An increase in the value of the euro € against the US dollar \$ is good for Irish exporters to the US.	

1. (a) Illustrate your understanding of the term '*Indigenous firm*'.

- (b) State **two** benefits of promoting the development of '*Indigenous firms*' for the Irish economy.

(i) _____

(ii) _____

3. (a) Explain what is meant by the term '*Exchange rate*'.

- (b) Outline **two** impacts on Irish Exporters to the UK market, if the euro (€) increases in value relative to the UK pound sterling (£).

(i) _____

(ii) _____

5. (a) Outline the purpose of a company's '*Articles of Association*'.

(b) List **three** items of information included in the '*Articles of Association*'.

(i) _____

(ii) _____

(iii) _____

5. (a) Explain the term 'Community Development'.

Community Development is:

(b) Describe **two** benefits of community development.

(i) _____

(ii) _____

6. Define the 'secondary sector' and outline **two** current trends affecting this sector in Ireland.

Current Trends:

(i) _____

(ii) _____

5. Draft a typical Agenda for the AGM of a Private Limited Company.

<i>Agenda</i>	
1.	_____
2.	_____
3.	_____
4.	_____
5.	_____

8. (a) Outline **two** benefits of community initiatives in the development of a local community.

(i) _____

(ii) _____

- (b) State **two** functions of either FÁS **OR** the County Enterprise Boards (CEBs).

(i) _____

(ii) _____

10. (a) Name a state-owned enterprise in the 'production' category:

- (b) Explain **two** reasons for state involvement in this category:

5. (a) Explain the term 'privatisation':

(b) Illustrate its impact on the development of the Irish economy:

8. Define ethical business practice:

6. Explain the concept of 'limited liability'.

1. Explain the term Service Industry

8. Illustrate your understanding of the term 'Indigenous Firm'

9. Define Inflation:

2. Name and give an example of each of the three types of industry:

2. Illustrate your understanding of the term 'Inflation'.

8. Illustrate the difference between a 'Community Enterprise' and a 'State Enterprise'.

(i)

(ii)
