

National Institute of Open Schooling
Secondary Course - Economics
Lesson 3 : Goods and Services
Worksheet-3

1. Goods and Services both satisfy human wants. Some wants are satisfied by consumption of goods while other by availing of services. Given below is a table in which you have to mark the given items as good or service.

S.NO.	Items	Tick (√) here for good(s)	Tick (√) here for service(s)
1.	Books		
2.	Medical prescription from a doctor		
3.	Stitching of shirt done by a tailor		
4.	Haircut		
5.	Teaching in a school		
6.	Hired Cab		
7.	Car		
8.	Mobile Phone		
9.	Internet Connection		
10.	Sunshine		

Read the following and answer the questions that follow (Question 2 and 3):

You have recently bought a new car which needs some usual repair work and checking for which you went to the mechanic. He did an inspection of the car and suggested change of its tires and also change of engine oil. You went to a nearby shop and procured these items. The mechanic then changed the tires and engine oil for which he charged a reasonable sum of money from you.

2. You have to identify the goods and services mentioned in this case. Also explain what criteria did you follow to categorize items as goods or service?
3. Make a list of ten goods and ten services each which you observe around you on daily basis.

Read the following paragraph and answer the questions that are given below (Question 4 and 5):

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Have you ever noticed that nature has granted us certain free gifts such as sunshine, water and air? These are given by nature in abundance. Since they are available in abundance, we don't prefer to pay for them, but in certain situations we may pay for air or water, for example an oxygen cylinder in hospital or for water when purchased from a shop in a bottle.

4. What difference do you observe in these two situations (when you pay and when you don't pay)?

5. Why the same goods are free in one situation but not in other? Can you also classify these goods in some category?

Read the following paragraph and answer the questions that are given below (Question 6 and 7):

We are surrounded by various goods in our daily life such as furniture, laptop, almirah, bread butter, eggs, milk etc. Some of these goods can be used again and again over a period of time, for example your mobile phone but some can be used only once, for example toilet paper. Once used by one, the same piece of toilet paper can't be used by others.

6. What type of goods are being referred here? Identify and explain them.

7. Cite five examples of each type of goods mentioned above.

8. Goods and Services are closely related yet so different. You must have observed that there is a time gap between production and consumption of goods but there is no time gap between the production and consumption of services. Why is it so? Explain with a relevant example.

9. Certain Goods satisfy the wants directly while others satisfy the wants indirectly. What is the difference between these goods? Can you cite a few examples of these goods? Make a list of those goods which satisfy the wants directly and indirectly.

10. Every Good and Service has some owner. Some Goods and Services are privately owned while others may be owned by government and be available to all without any discrimination. Which two types of goods are referred here? Would you categorize a municipality road as privately owned or publicly owned? Explain with reasons.