1.7 Expanding a Business

AQA GCSE 9-1

The purpose of business activity, the role of business enterprise and entrepreneurship, and the dynamic nature of business.

Key Learning Question	Notes	Self- assess ment	Revised
Describe the different ways that			
businesses grow –			
Franchising			
 Opening new stores 			
• E-Commerce			
 Outsourcing 			
Mergers			
Takeovers			
Explain the advantages and			
disadvantages of the different ways			
that businesses grow			
Analyse the benefits of growth in terms			
of cutting costs through economies of			
scale and the possible drawbacks due			
to diseconomies			
Describe the meaning of key terms –			
purchasing economies of scale and			
technical economies of scale			
Calculate and interpret average unit			
costs			

Target grade:_____ Working at grade:_____ Targets to improve: 1) 2)

Key Skills

- Application of case studies
- Literacy: Extended writing and exam questions
- Analysis

Key words

- Expanding
- Franchising
- E-Commerce
- Outsourcing
- Mergers
- Takeovers
- Economies of scale
- Diseconomies of scale
- Purchasing economies of scale
- Technical economies of scale
- Average unit costs