

Name _____

Economy Study Guide

1. Give 2 examples of each:

Natural resource

human resource

capital resource

2. Give 2 examples of each:

Goods

services

3. A _____ is someone who buys goods and services.

4. Circle 5 characteristics of a market economy

Competition

specialization

business

Sellers

buyers

supply

Consumer sovereignty

incentives

producers

Private property rights

producers

profit

5. Profit is _____.

6. Competition is _____.

7. Make a list of incentives:

8. Voluntary exchange is

_____.

9. If prices are lower, sales increase/ decrease.

10. If supplies are high, prices are lower/ higher.

11. An assembly line increases/ decreases production.

12. Division of labor increases/ decreases production.

13. _____ provides only one kind of good or service.

14. Write a definition for the following words:

Supply and demand:

Income:

Taxes:

Public goods and services:

15. What is global competition?

16. What is the difference between private and public services? Give examples of each.