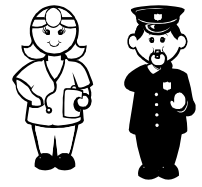


# Economics Study Guide



Test Date: \_\_\_\_\_

Students should know key terms and their meanings and be able to give examples of each.

Key Term	Meaning	Examples
<b>Job</b>	the work someone does to earn an income	teacher, firefighter, baker, engineer
<b>Income</b>	money people earn from working	paychecks, dollars, coins
<b>Needs</b>	things you must have to live	food, water, shelter, air
<b>Wants</b>	things you like, but can live without	toys, jewelry, televisions
<b>Goods</b>	things people make or grow to sell	fruit, games, clothes, candy
<b>Services</b>	work done by someone to help others	cutting hair, fixing car, putting out fires
<b>Producers</b>	people who make or grow a product or provide a service	baker, mechanic, doctor, painter
<b>Consumers</b>	people who buy goods and use services	customers
<b>Factory</b>	a building where people work to make goods	<i>Describe how factories use <b>unit production</b> and <b>assembly lines</b>.</i>
<b>Manufacture</b>	to make something in a factory	<i>Name 5 things made in a factory.</i>
<b>Trade</b>	the exchange of money for goods and services	<i>Tell about a time you <b>traded</b> to get something.</i>
<b>Barter</b>	the exchange of goods and services without the use of money	<i>Tell about a time you <b>bartered</b> with someone else.</i>
<b>Import</b>	to buy things from another country	USA gets bananas from Costa Rica.
<b>Export</b>	to sell and send goods to other countries	USA sells wheat to Costa Rica.
<b>Human resources</b>	people working to make things or help others	farmers, builders, miners, painters, veterinarians
<b>Natural resources</b>	materials that come directly from the earth	wood, water, clay, coal, cotton
<b>Capital resources</b>	goods people use to do their jobs	hammers, trucks, ships, computers, factories
<b>Supply</b>	the amount of items available	<i>Describe a time when you wanted something but because of <b>scarcity</b> you couldn't get it. Remember scarcity occurs when the demand is greater than the supply.</i>
<b>Demand</b>	the amount of items wanted	
<b>Scarcity</b>	not being able to meet all wants at the same time	