

Economics Study Guide

Test on: 2-6-17

Natural Resources	Capital Resources	Human Resources
1. lumber from trees 2. milk from a cow diamonds from a mine	1. money to buy parts 2. machines that create clothes	1. house builders 2. mechanic who fixes a car
Why are these natural resources?	Why are these capital resources?	Why are these human resources?
They come from nature and are used to create a product.	They are used to make goods or provide services to make money.	They are a resource that are found in people.

doctor

What is a good? Give two examples.

A good is something that has been made or grown that you can touch. Two examples are clothes and food.

What is a service? Give two examples.

A service is what people do to help other people. Two examples are a doctor or a teacher.

What is the difference between a good and a service?

A good is anything you buy and can hold or touch. A service is something people do for money.

What is scarcity? Why might the economic world experience scarcity if there was an ice storm in Florida?

Scarcity is when there's not enough of something you need or want. There would be scarcity with oranges and orange juice if there was an ice storm in Florida. Also, many people would not travel there for warm

What is the difference between a producer and consumer?

A consumer is a person who buys a good or service.
A producer is someone who makes a good or service.

sunshine and sunny beaches.

Give some examples of producers and consumers

Producers	Consumers
Carpenters farmers car manufactures clothes factories	home buyers people in the grocery store people buying cars people buying clothes

What is the difference between supply and demand?

Supply is how much of something is available. Demand is how much of something people want.

If there is a high supply, the price goes down.

If there is a low supply, the price can go up.