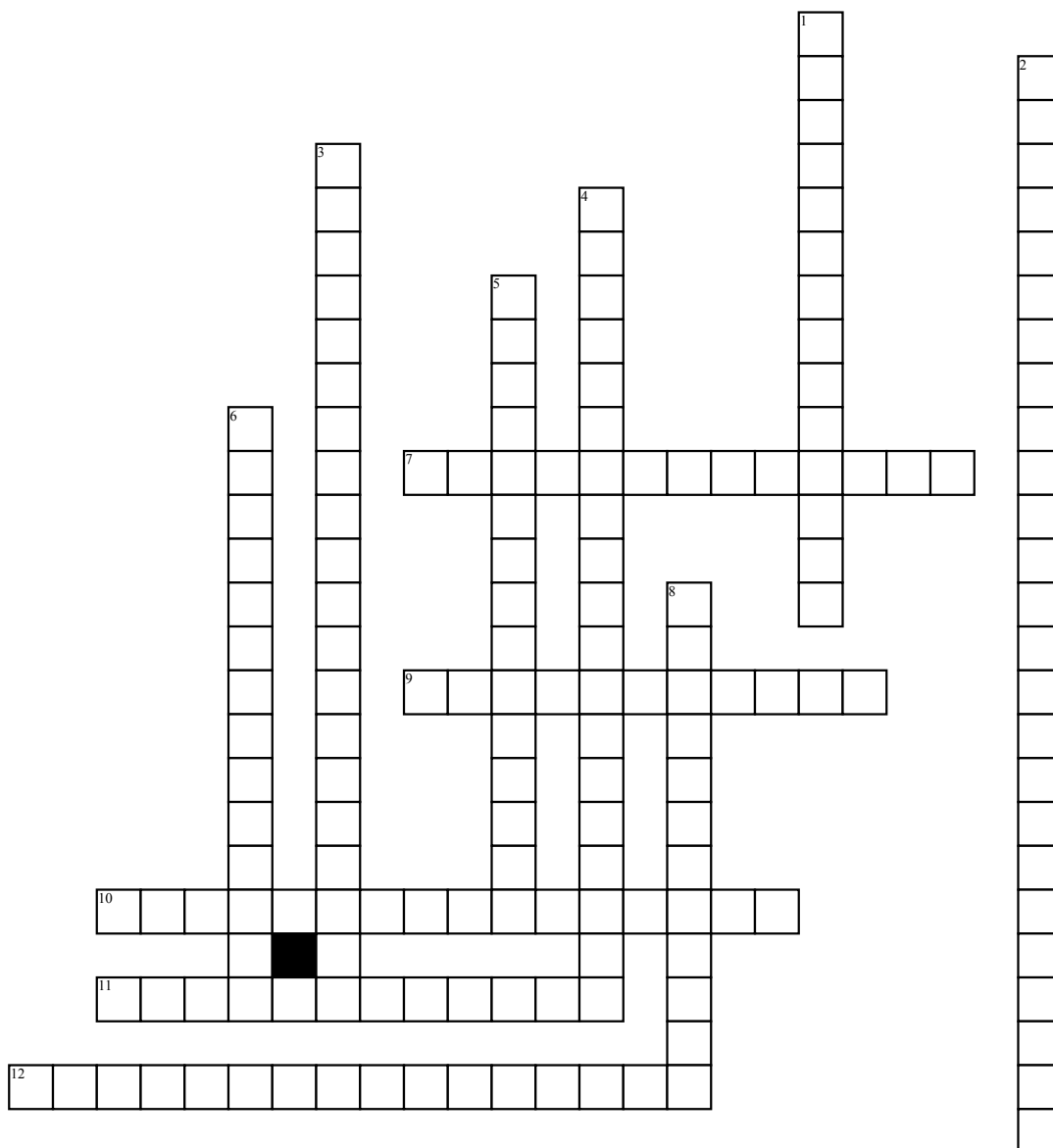


Name: _____

Date: _____

Chapter 2 Terms



Across

7. An economy that allocates goods and services through private decisions of consumers, input suppliers, and firms

9. The difference between the expected marginal benefits and the expected marginal costs is called?

10. Production that uses a large amount of capital

11. An economy in which the government and the private sector determine the allocation of resources

12. When focusing on the additional, or marginal, choices; marginal choices involve the effects of adding or subtracting

Down

1. An economy in which the government uses central planning to coordinate most economic activities

2. The opportunity cost of producing additional units of a good rises as society produces more of that good is called?

3. This occurs when a person or country can produce a good or service at a lower opportunity cost than others

4. Consumers vote with their dollars in a market economy; this accounts for what is produced...this is known as?

5. The value of the best forgone alternative that was not chosen

6. Production that uses a large amount of labor

8. concentrating on the production of one or a few goods is referred to as?