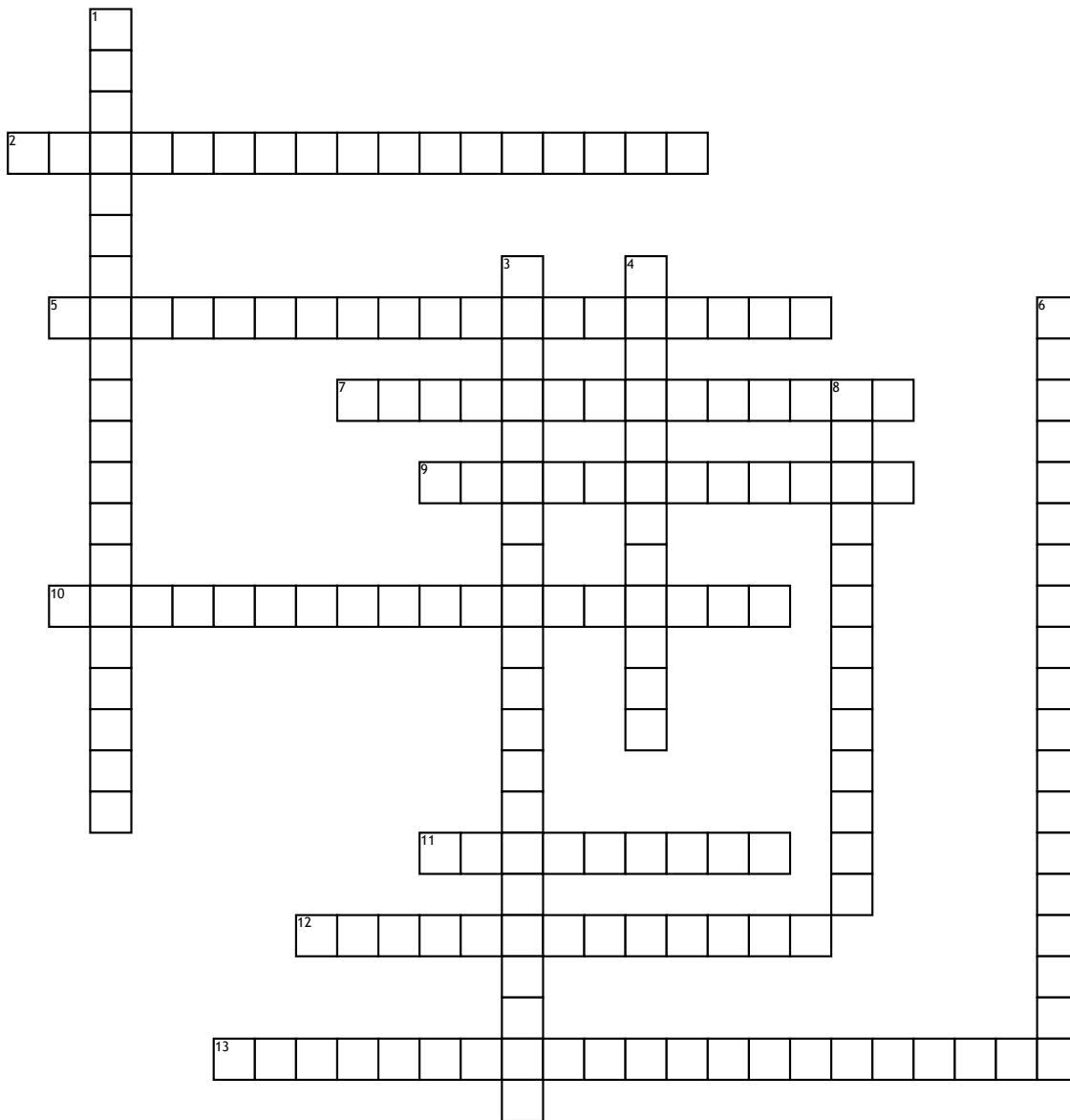


Economics Unit 2 Vocabulary



Across

2. Is the act of buyers and sellers freely and willingly engaging in market transactions
5. Is the theory that consumer preferences determine the production of goods and services, consumers can use their spending power as 'votes' for goods
7. Is a system where the government determines what goods should be produced and how much should be produced
9. Is the belief that economics and businesses function best when there is no interference by the government

10. Is an economic system in which traditions, customs, and beliefs help shape the goods and services the economy produces

11. Was a Scottish economist, philosopher and author
12. The unobservable market force that helps the demand and supply of goods in a free market
13. This occurs when the consumption or production of good causes a benefit to a third party

Down

1. May be consumed without reducing the amount available for others, and cannot be withheld from those who do not pay for it

3. Is a cost that is suffered by a third party as a consequence of an economic transition

4. Is an economic system blending elements of market economics with elements of planned economics

6. Is an economic problem in which every individual has an incentive to consume a resource at the expense of every other individual

8. Is a system where the laws of supply and demand direct the production of goods and services