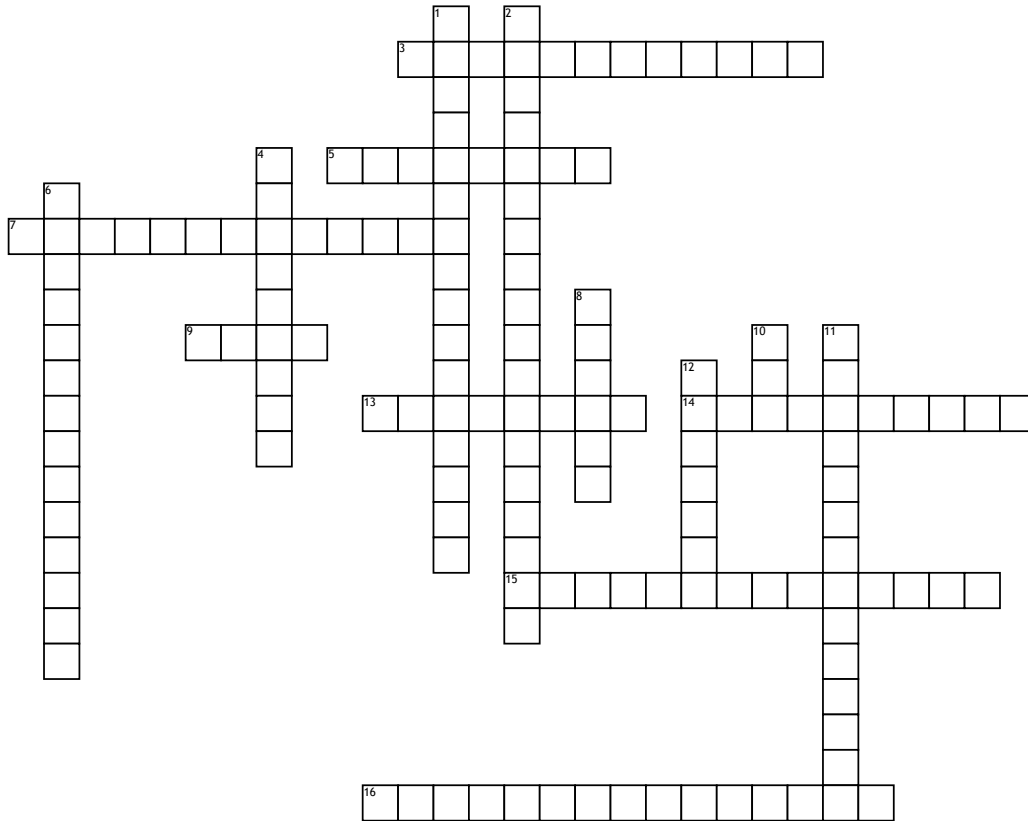


Unit 1 Vocabulary



Across

3. one who combines the factors of production to create new items to be sold in market
 5. ...exists because humans have unlimited wants and needs and there are scarce resources to fulfill them
 7. a place where households purchase goods and services that firms produce
 9. ...includes all the resources on the earth, in the earth, and in the water
 13. an alternative we sacrifice when we make a decision
 14. using resources to maximize the production of goods and services

15. the study of how society manages its scarce resources

16. the most desirable alternative given up when we make a decision

Down

1. using fewer resources than an economy is capable of using
 2. an economic system that relies on habit, custom, or tradition to decide the three economic questions
 4. economic system that is based on equality or creating a classless society
 6. an economic system in which businesses operate with minimal government intervention

8. the difference between the amount earned (revenue) and the amount spent to obtain or produce (expenses)

10. ...is the line on a production possibilities curve that shows when an economy is operating at maximum efficiency

11. the study of the choices people or individual businesses make to satisfy their wants and needs

12. actions that one person performs for another, for pay

Word Bank

profit

land

trade off

communism

ppf

underutilization

efficiency

service

traditional economy

macroeconomics

opportunity cost

entrepreneur

product market

free enterprise

scarcity

microeconomics