Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Introduction to Business - Ch. 2 Book Questions, pgs. 30-31 (1-22)

**Part 1 – Using Business Key Words**

Instruction: Read each statement below. Choose a word from the word bank that best fits the statement and type it in the spaces provided below the statement.

|  |  |  |  |
| --- | --- | --- | --- |
| Scarcity | Entrepreneurial resources | Economics | Factors of production |
| Market economy | Equilibrium price | Natural resources | supply |
| Demand | Human resources | Command economy | Capital resources |
| Mixed economy |  |  |  |

|  |  |  |
| --- | --- | --- |
| 1. | The raw materials found in nature are called \_\_\_\_\_. |  |
| 2. | Buildings, material, and equipment used to produce goods and services are \_\_\_\_\_. |  |
| 3. | Society’s shortage of resources is called \_\_\_\_\_. |  |
| 4. | Economic decisions are made according to \_\_\_\_\_. |  |
| 5. | \_\_\_\_\_ are required to meet the changing wants and needs of people. |  |
| 6. | Communism is an example of \_\_\_\_\_. |  |
| 7. | \_\_\_\_\_ are the knowledge, efforts, and skills people bring to their work. |  |
| 8. | The \_\_\_\_\_ are the economic resources used to produce goods and services. |  |
| 9. | A \_\_\_\_\_ can be defined by the state taking care of the people’s needs while the marketplace takes care of the people’s wants. |  |
| 10. | The amount or quantity of goods and services that consumers are willing to buy at various prices is called \_\_\_\_\_. |  |
| 11. | The amount of goods and services that producers will provide at various prices is called the \_\_\_\_\_. |  |
| 12. | The study of how society chooses to use resources to produce and distribute goods and services for people’s consumption is called \_\_\_\_\_. |  |
| 13. | When the quantity demanded and the quantity supplied meet, this is called \_\_\_\_\_. |  |

**Part 2 – Review What You Learned**

Instructions: Read each question and answer it thoroughly in the space provided below each question.

14. What resource problem is faced by all societies?

15. Tell me the difference between the types of economic resources.

16. Name the 2 types of natural resources and give an example of each one.

17. What is one of the biggest labor problems facing many nations today?

18. What is the key to dealing with the problem of scarcity?

19. What is the primary goal of an economic system?

20. Explain the characteristics of the private enterprise system.

21. What incentives are offered in a free market economy?

22. Describe the 2 types of command economies.