

ECONOMICS REVIEW QUESTION Part one

What do the factors of production include?

Describe opportunity cost.

What does a production possibility curve determine?

How is a production possibility curve used?

Show opportunity cost on a production possibility curve.

What is the basic problem of economics and what does it mean for:

- The U.S.A.
- Other countries

How are economic security and economic equity different?

Know what the American with disabilities act is.

How was Adam Smith, what did he say and believe?

What are the goals of the American free enterprise system? How can individuals and businesses relate to them?

What are the characteristics of each of the following?

- Command economy
- Market economy
- traditional economy
- mixed economy

How are the above similar and different?

What does a demand curve look like? Draw one and describe it.

What does a change in price do to demand? Please describe and illustrate.

Describe all of the reasons why the demand curve would shift left.

Illustrate this shift.

Describe all of the reasons why the demand curve would shift to the right.

Illustrate this shift.

What does a Supply curve look like? Draw one and describe it.

What does a change in price do to Supply? Please describe and illustrate.

Describe all of the reasons why the Supply curve would shift left.

Illustrate this shift.

Describe all of the reasons why the Supply curve would shift to the right.

Illustrate this shift.

How is a change in demand different from a change in the quantity demanded?

How is a change in supply different from a change in the quantity supplied?

What happens when the supply and demand curve intersect?

What happens when a price of a good is too high? what do consumers do? What do businesses do?

Know the law of diminishing marginal utility

What causes demand elasticity?

Know what the result is when prices are above equilibrium and below equilibrium.

What are the characteristics of each of the following?

- sole proprietorships
- partnerships
- corporations

What is common between them?

What do the board of directors do?

know what joint ventures are?

