

Economics

Unit 2 – Economic Systems: How Economies Are Organized

Test Study Guide

The Unit 2 test is a 25-question multiple-choice and will be taken on EDLINE. It is worth 50 points and will count as a Test grade. On the test, you will be required to do the following:

- Given a scenario, identify which of the following economic goals is illustrated by that scenario:
 - **Economic Efficiency**
 - **Economic Equity**
 - **Economic Freedom**
 - **Economic Growth**
 - **Economic Security**
 - **Economic Stability**
- Identify the **three basic economic questions**
- Identify what the **inputs** in an economy are
- Identify the **factors of production**
- Given a list of possible examples, identify which of the following natural resources is illustrated by that example:
 - **Non-renewable resources**
 - **Renewable resources**
 - **Perpetual resources**
- Given a list of possible examples, identify which of the following human resources is illustrated by that example:
 - **Physical labor**
 - **Mental activity**
- Identify the definition of **human capital**
- Given a list of possible examples, identify which of the following capital resources is illustrated by that example:
 - **Physical capital**
 - **Financial capital**
- Identify the definition of **productivity**
- Identify the following for a **modern command economy**:
 - Who determines the answers to the 3 basic economic questions
 - The two primary economic goals for that economy
- Identify the following for a **market economy**:
 - Who determines the answers to the 3 basic economic questions
 - Who specifically determines the answer for each of the 3 basic economic questions
 - The two primary economic goals for that economy
- Identify the **3 main roles of government** in a **mixed economy**