

- **Chapter 1 Section 1** Scarcity: The Basic Economic Problem

- Key Terms

- Wants:

- Needs:

- Scarcity:

- Economics:
 - List 5 wants

 - List 5 needs

- Principles of Scarcity

Terms to Know

- Goods:
 - Give 5 examples of goods

- Services:

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- Give 5 services

- Producer:

- Consumer:

Scarcity Leads to 3 Economic Questions

- Question 1:

- Questions 2:

- Question 3:

Factors of Production

- Definition:

- Economists use resources and factors interchangeably

- **Chapter 1 Section 1** Scarcity: The Basic Economic Problem

Chapter 1 Section 1 (Cont)

Factor 1:

Factor 2:

Factor 3:

Factor 4:

- Wrap Up
- Think of something you recently purchased. Write a paragraph that explains how the factors of production were used to create it.