**OPTIONAL VOCABULARY TERM SHEET / STUDY GUIDE**

**EXAM 7 (Chapters 13-18)**

**Students may work in groups (up to three) to prepare definitions for the next exam (which is on Thursday, November 21, 2019).** I am leaving the format up to you, however, your definitions must be based on information contained in your textbook (look at the surrounding sentences, not just the one in which the word is found). The group will submit one set of definitions, listing all the members of the group and further identifying the definitions each student worked on. Each group member must complete at least 11 definitions. Additionally, each member of the group must have their own copy of the definitions. **Students in different groups may not share definitions. DEFINITIONS ARE DUE WEDNESDAY, November 20, 2019.**

1. Needs

2. Wants

3. Economics

4. Microeconomics

5. Economic Model

6. Scarcity (Know definition/ 3 Main Production Questions It Raises)

7. Trade-off

8. Opportunity Cost

9. Fixed Cost/Revenue

10. Variable Cost/Revenue

11. Total Cost/Revenue (know what average total cost/revenue as well).

12. Marginal Cost

13. Marginal Benefit

14. Cost Benefit Analysis

15. Goods

16. Services

17. Factors of Production (know what it means, examples: Natural Resources, Labor, Capital,

Entrepreneur)

18. Gross Domestic Product

19. Standard of Living (How is it tied to GDP)

20. Market

21. Circular Flow of Economic Activity (Know Model)

22. Consumer, Business, & Government Sectors (which makes up largest, smallest portions of

GDP)

23. Factor Market (know what happens in market)

24. Product Market (know what happens)

25. Productivity (review investing in human capital)

26. Specialization

27. Division of Labor

28. Economic Interdependence

29. Capitalism (know definition and that it is a type of economic system)

30. Private Property Rights (feature of capitalism)

31. Competition (feature of capitalism)

32. Profit Motive (feature of capitalism)

33. Voluntary Exchange (feature of capitalism)

34. Free Enterprise/Laissez Faire Economics (How this differs from capitalism)

35. Adam Smith (Wealth of Nations)