

Scarcity Video Questions - Video #1**A. Core Concept**

1. According to the video, why is scarcity the *foundation* of economics?
2. What does it mean for a resource to be **scarce**? What does it mean for a resource to be **free**?

B. Examples from the Video

Fill in the chart with whether each example is scarce or free, and *why*.

Resource	Scarce or Free?	Why?
Caviar		
Labor		
Housing/View by the lake		
Water (in different contexts)		
Air/Oxygen		

1. Can you think of something that used to be a **free resource** but has now become **scarce**? Explain.
2. Imagine living on Mars. What resource would suddenly become scarce there that is usually free on Earth?

Video #2 - Introduction to Economics/Incentives

<https://mru.org/courses/principles-economics-microeconomics/introduction-microeconomics>

Why were British citizens in the late 18th century so upset about prisoner transports headed to Australia?	
How was the incentive structure for ship captains changed to solve this problem?	
What is an incentive ?	
How is Economics defined in the video?	