

### **Section 3: Economic Terms**

#### **Slide 1:**

1. Thinking in theories: Some questions have obvious answers, like what would happen if I dropped my pen? Some would say it would fall to the ground. You're right.
2. Some questions don't have obvious answers though such as
3. Why is the crime rate higher in some countries than in others?
4. What causes the stock market to rise and fall?
5. What causes some nations to be rich and others to be poor?
6. Theories: explanation of how something works, designed to answer a question for which there is no obvious answer

#### **Slide 2:**

1. Tangible: Able to be felt by touch
2. For example: A book

#### **Slide 3:**

1. Intangible: Not able to be felt by touch.
2. Example: Digital files are intangible

#### **Slide 4:**

1. Goods: Anything that satisfies a person's wants or brings satisfaction;
2. they are tangible products.

#### **Slide 5:**

Utility: The quality of bringing satisfaction or happiness

#### **Slide 6:**

Disutility: The quality of bringing dissatisfaction or unhappiness

#### **Slide 7:**

1. Services: Tasks that people pay others to perform for them
2. intangible products.

#### **Slide 8:**

1. Factors of Production (resources): What people use to produce goods and services.
2. Example: Corn is used to make cereal

**Slide 9:**

1. Renewable Resource: resource that can be drawn on indefinitely if it's replaced
2. Example: Sun, Trees (Wood)

**Slide 10:**

1. Non-renewable resources: Resource that cannot be replenished
2. Example: Oil, coal

**Slide 11:**

Land: Includes all the natural resources found in nature (water, animals, and forests)

**Slide 12:**

Labor: Physical and mental talents that people contribute to the production of goods and services

**Slide 13:**

Capital: refers to produced goods that can be used as resources for further production

**Slide 14:**

Entrepreneurship: Special talent that some people have for searching out and taking advantages of new business opportunities, developing new products or finding a new way of doing things.