Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Economics Study Guide (Test 9/8/16)**

**I. Economic Systems**

1. Fill in the chart with a definition and an example of the 4 types of economic systems:

|  |  |  |
| --- | --- | --- |
| **Economic System** | **Definition** | **Example** |
| **Traditional** |  |  |
| **Command** |  |  |
| **Market** |  |  |
| **Mixed** |  |  |

6. Most **democratic** countries have which type of economic system?

7. Most **communist** countries have which type of economic system?

8. What are the 3 basic questions that every economic system must answer?

9. Define free enterprise. Which system is this found in?

10. What is bartering? Which economic system uses bartering to trade goods?

11. Which economic system is based on individual choice?

12. Which country is the closest to having a pure Market economy?

**II. Trade Barriers**

13. Fill in the chart below with a definition of the 3 types of economic trade barriers:

|  |  |
| --- | --- |
| **Economic Trade Barrier** | **Definition** |
| **Tariff** |  |
| **Quota** |  |
| **Embargo** |  |

14. What are 2 examples of **physical trade barriers**?

15. Which type of trade barrier involves a limit on goods brought into the country?

**III. Economic Growth (Gross Domestic Product)**

16. Fill in the chart below with a definition and an example of the 4 factors that contribute to economic growth:

|  |  |  |
| --- | --- | --- |
| **Factor** | **Definition** | **Example** |
| **Human Capital** |  |  |
| **Capital Goods** |  |  |
| **Natural Resources** |  |  |
| **Entrepreneurship** |  |  |

17. Describe why a country would invest in human and capital goods?

18. Describe an entrepreneur and how that affects a country’s GDP?

19. What does a country’s GDP say about that country’s economy? Explain what GDP means first…

20. Personal Money Management:

|  |  |
| --- | --- |
| **Key Term** | **Definition** |
| **Income** |  |
| **Spending** |  |
| **Budget** |  |
| **Credit** |  |
| **Saving** |  |
| **Investing** |  |

21. What can you invest your money in to make it grow? Give an example…

22. What do you use to buy something now and pay for it later?