Worksheet answers

1 The nature of the basic economic problem

Activity 1

|  |  |
| --- | --- |
| Type of economic agent | Example of the basic economic problem |
| Individual consumer | Limited money to spend on goods and services |
| Individual worker | Limited time to enjoy leisure |
| Producer/firm | Limited resources available to produce a good or service |
| Government | Limited revenue available to spend on public services |

Activity 2

|  |  |  |
| --- | --- | --- |
| Example | Economic good | Free good |
| Shirt | ü |  |
| Sunlight |  | ü |
| Toothpaste | ü |  |
| Air |  | ü |
| Pencil | ü |  |
| Chair | ü |  |
| Sea |  | ü |
| Rainwater |  | ü |
| House | ü |  |