UNIT 1 AP ECONOMICS

Economic Theory Terms – ***What is Economics?***

Economics (Social Sciences)

Resources (Land – Natural / Labor – Human / Capital - Financial)

Three Economics Questions

Scarcity

Want (Utility)

Entrepreneur

Trade Offs / Opportunity Costs (Marginal Cost / Marginal Benefit)

Production Possibility Curve (Frontier)

Command Economy

Traditional Economy

Market Economy

Mixed Economy

Communism

Socialism

Capitalism

Free Enterprise

Circular Flow Model

Economic Goals

Socio-Economic Goals

Adam Smith (Notes)

Invisible Hand / Laissez-Faire

Three Laws of Economics (Notes)

Karl Marx

Economic Roles

Absolute Advantage

Comparative Advantage
Business Cycle:

 Expansion

 Recession

 Depression

Economic Aggregates

Property Rights