

Introduction to Basic Economics

Economics · Answer Key · 18 Questions

1. What do people use to buy things they want and need?

- A) Toys
- B) Money**
- C) Clothes
- D) Food

2. When you give something you have to get something else you want, what is this called?

- A) Saving
- B) Borrowing
- C) Trading**
- D) Donating

3. What do we call the work people do to earn money?

- A) Playing
- B) Sleeping
- C) A Job**
- D) Eating

4. When you put money away for later, what are you doing?

- A) Spending
- B) Saving**
- C) Lending
- D) Wasting

5. What is it called when you use your money to buy things?

- A) Saving
- B) Earning
- C) Spending**
- D) Sharing

6. Why do people work?

- A) To play games
- B) To earn money**
- C) To watch TV
- D) To sleep

7. What is a place where you can buy food and other items?

- A) A park
- B) A school
- C) A shop**
- D) A library

8. If you have more money than you need for today, what can you do with the extra money?

- A) Throw it away
- B) Spend it all
- C) Save it for the future**
- D) Give it to strangers

9. What do businesses make and sell to customers?

- A) Problems
- B) Goods and services**
- C) Empty boxes
- D) Noise

10. What are things that people make or grow called?

- A) Services
- B) Wants
- C) Needs
- D) Goods**

11. What do we call it when someone helps you, like a doctor or a teacher?

- A) A good
- B) A need
- C) A service**
- D) A want

12. What is something you must have to live, like food and water?

- A) A toy
- B) A game
- C) A need**
- D) A wish

13. What is something you would like to have but do not need to live, like a new video game?

A) A need

B) A want

C) Food

D) Water

14. When many people want to buy something, but there is not much of it, what happens to the price?

A) It goes down

B) It stays the same

C) It goes up

D) It disappears

15. What is the money a person earns from their job called?

A) A loan

B) An expense

C) Income

D) A debt

16. What is a place where people can keep their money safe?

A) A playground

B) A cinema

C) A bank

D) A school

17. What do farmers grow that people eat?

A) Cars

B) Houses

C) Crops

D) Shoes

18. What do we call the things that companies make that we can touch, like a book or a ball?

A) Services

B) Wants

C) Goods

D) Needs