

# Introduction to Basic Economics

Economics · Practice Test · 18 Questions

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**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