

Microeconomics for Young Learners

Microeconomics · Answer Key · 20 Questions

1. What is the economic term for the limited amount of resources, like water or toys, available to us?

A) Scarcity

B) Abundance

C) Surplus

D) Infinite

2. When a shop has more items than people want to buy, what is that called?

A) Shortage

B) Surplus

C) Demand

D) Need

3. What do we call the person who buys or uses a product?

A) Producer

B) Worker

C) Consumer

D) Seller

4. Which resource is considered 'natural' because it comes from the earth?

A) A plastic toy

B) An iPad

C) Water

D) A factory

5. If everyone wants to buy a specific toy but there are very few made, what happens to the price?

A) It stays the same

B) It goes up

C) It goes down

D) It disappears

6. What is the process of exchanging one item for another item without using money called?

A) Barter

B) Buying

C) Selling

D) Investing

7. What word describes the things used to make goods and services, such as machines and wood?

- A) Wants
- B) Needs
- C) Factors of production**
- D) Savings

8. What do we call the act of saving money instead of spending it right away?

- A) Investing
- B) Consumption
- C) Deferred gratification**
- D) Borrowing

9. Which of these is a 'service' rather than a 'good'?

- A) A slice of pizza
- B) A haircut**
- C) A pencil
- D) A book

10. What is the 'opportunity cost' if you spend your only dollar on a sticker?

- A) The candy you didn't buy**
- B) The store you visited
- C) The friend you saw
- D) The money you saved

11. Who creates or makes the goods that are sold in shops?

- A) Consumer
- B) Producer**
- C) Buyer
- D) Client

12. What describes items that are necessary for human survival, like food and shelter?

- A) Wants
- B) Luxuries
- C) Needs**
- D) Imports

13. What is an item called that you enjoy having but do not need to survive?

- A) Need
- B) Requirement
- C) Want**
- D) Essential

14. If a store runs out of milk and cannot get more, what is this called?

- A) Surplus
- B) Shortage**
- C) Demand
- D) Profit

15. What is the money earned from selling a product after paying for the cost to make it?

- A) Profit**
- B) Tax
- C) Debt
- D) Wage

16. Which of these is an example of human capital?

- A) A hammer
- B) A teacher's knowledge**
- C) A wooden table
- D) A delivery truck

17. What is the name for a place where people buy and sell goods and services?

- A) School
- B) Market**
- C) Playground
- D) Bank

18. What happens to the price of an item if it becomes very easy to find and everyone has one?

- A) It goes up
- B) It stays the same
- C) It goes down**
- D) It is banned

19. What do we call the tools and machines used to help people do their work?

- A) Capital goods**
- B) Natural resources
- C) Consumer wants
- D) Human resources

20. What is the person who organizes resources to create a new business or product called?

A) Customer

B) Entrepreneur

C) Employee

D) Consumer