

TRUE/FALSE. Write 'T' if the statement is true and 'F' if the statement is false.

- 11) When there are not enough goods to meet the demand, the result is a surplus of those goods. 11) _____
- 12) In a market economy, the government controls the production of goods and services. 12) _____
- 13) An economic system is a method used by society to allocate goods and services among its people. 13) _____
- 14) Economics always involves mathematics, even though it is called a social science. 14) _____
- 15) Competition between consumers pushes prices downward. 15) _____
- 16) In a market economy, the government exerts economic control by imposing taxes and regulating businesses. 16) _____
- 17) Supply is the quantity of goods and services consumers are willing to buy at a specific price. 17) _____
- 18) Nonprofit organizations are run by the government. 18) _____
- 19) If a company manufactures T-shirts, the unit of sale is one T-shirt. 19) _____
- 20) If the selling price for an item is greater than the cost, the seller has made a profit. 20) _____

SHORT ANSWER. Write the word or phrase that best completes each statement or answers the question.

- 21) A(n) _____ of goods results when there is not enough supply to meet the demand. 21) _____
- 22) In a(n) _____ economy, suppliers and consumers control the production and price of goods and services. 22) _____
- 23) In a command economy, _____ controls the nation's resources. 23) _____
- 24) _____ exchange is a transaction in which both suppliers and consumers believe they have benefitted. 24) _____
- 25) A(n) _____ curve shows the quantity and price relationship acceptable to consumers. 25) _____
- 26) Supply curves and demand curves both show _____ on the y-axis. 26) _____
- 27) On a graph, the _____ point is where the supply curve and the demand curve intersect. 27) _____
- 28) Green companies adopt the "people, _____, profit" style of business aimed at protecting people and the environment. 28) _____
- 29) The _____ motive is an incentive that encourages entrepreneurs to take business risks in the hope of being successful. 29) _____
- 30) The "economics of one unit" is a calculation of the profit or loss from a unit of _____. 30) _____