

## PPSC Economics Chapter 1 Basic Economics

Sr	Questions	Answers Choice
1	In economics, the term 'scarcity' refers to the fact that	<p>A. Everything worthwhile costs money</p> <p>B. No society is able to produce enough to fully satisfy the desires of people for goods.</p> <p>C. Even in wealthy societies, like the united states, some people are poor</p> <p>D. sometimes shortages of product result if its price is set too low.</p> <p>E. In any urban area there are people who have had healed wounds</p>
2	Economics is the study of.	<p>A. All business, including how they operate why they exist and how they affect</p> <p>B. Decisions that people must make because goods and services are limited.</p> <p>C. How to save money, spend money invest savings, and balance a checkbook</p> <p>D. The stock market the bond market and investment strategies</p> <p>E. Big business and its impact on our lives</p>