**Economics MIDTERM Study guide**

**Format:** 22 multiple choice questions, 6 short answer questions, 2 political cartoon questions

1. What is Economics?
2. Scarcity
3. Factors of Production
4. Consumer/Capital goods
5. Productivity
6. The Paradox of Value
   1. Definition
   2. Classic Example
7. Economic systems
   1. Who runs each type of economy
   2. Advantages/Disadvantages
   3. Free Market system & Adam Smith
8. Opportunity Cost and Trade offs
9. Demand
   1. Definition
   2. Law of Demand
   3. Elastic/Inelastic
   4. Changes in demand
10. Supply
    1. Definition
11. Corporations and Politics
    1. PAC
    2. Citizens United
    3. “Big Sky, Big Money”
    4. Legal rights of corporations
    5. “Freakonomics” reading
    6. Role in Government
12. Corporate Social Responsibility
    1. What is it?
    2. Benefits
    3. Drawbacks