

Name \_\_\_\_\_

## Chapter 1-2: The Economic Way of Thinking

1. Something that motivates a person to take action is called a(n) \_\_\_\_\_.
2. \_\_\_\_\_ is another word for additional and is frequently used with the words costs and benefits.
3. \_\_\_\_\_ is the branch of economics that deals with human behavior and choices as they relate to relatively small units like an individual or a single market.
4. \_\_\_\_\_ is the branch of economics that deals with human behavior and choices as they relate to the entire economy.
5. Economists believe that a person will want to do a particular activity only if the \_\_\_\_\_ outweigh the \_\_\_\_\_.
6. Everything we do has costs and benefits. Identify the costs and benefits of the following:
  - Going to the dentist for a check-up:
  - Doing your homework:
  - Getting an extra hour of sleep:
7. Give an example of an unintended effect.
8. If there were zero opportunity cost to everything you do, would you ever face a trade-off?
9. Choose 1 of the following to answer (2 points each):
  - \*The other are worth extra credit (2 points each)
  - A. Select one extracurricular activity/hobby and prepare a 2-column chart that list the benefits and costs of this activity.
  - B. Read "Do Seatbelts Cause Accidents" on page 18 and answer the *Think About It* question.
  - C. How are the definitions of theory for economists and scientists similar? How are they different?