

Chapter 1 Basic Economic Concepts

Section 1.1 A Look at Wants and Needs

Reading Activity—Take Notes

Directions Fill in the blanks to complete the notes.

1. Wants and needs _____ the economy.
 - A. Wants and needs _____ what products and services businesses _____ .
 - B. Businesses _____ goods and services to _____ wants and needs.
2. Resources _____ the ability to _____ wants and needs.
3. Every day, you make _____ about how you will _____ your resources to _____ your needs and wants.
 - A. The _____ process can help you make good _____ .
 - i. Step 1 requires you to _____ the situation.
 - ii. Step 2 requires you to identify _____ courses of action.
 - iii. In Step 3, you _____ the pros and cons.
 - iv. In Step 4 you make a _____ .
 - v. You _____ your decision in Step 5.
 - B. The decision-making process can be used for both _____ decision making and _____ decision making.