

Unit 1 - Lesson 4: Production Possibilities and Growth

Key Terms/Word Cards:

capital goods	
consumer goods	
Production Possibilities Curve/Frontier	

A World of Scarce Resources:

- Individuals, government officials, businesses, and economists...

- Desiring what to produce...

Production Possibilities Curve/Frontier:

Economists use a simple model to describe an economy's possible _____,

- _____, and _____ called the Production Possibilities Curve or _____.

- The model shows...

Production Possibilities Curve/Frontier:

Production possibilities tables are used to illustrate the economizing problem of _____.

The curve and points on the line assume:

- Nation/business is operating

- Technology is _____ during analysis

- The nation/business is producing only _____ types of products
