**CHAPTER 3 STUDY GUIDE**

**ECONOMICS**

**MR. VESELY**

* KNOW THE ROLE OF GOVERNMENT IN A FREE MARKET
* KNOW WHAT DRIVES BUSINESSES TO PROVIDE GOODS AND SERVICES
* KNOW WHAT THE 4TH, 5TH AND 14TH AMENDMENTS
* KNOW THE FOLLOWING TERMS:
  + LEGISLATURE
  + SEARCH WARRANT
  + FREE ENTERPRISE
  + CONSUMER
  + VOLUNTARY EXCHANGE
  + REVENUE
  + VARIABLE COST
  + FIXED COST
  + NATURAL RIGHTS
  + PROPERTY
  + RESOURCES
  + COST
  + DUE PROCESS
  + FREE CHOICE
* WHY ARE PROFITS SO IMPORTANT?
* WHY IS COMETITION GOOD?
* **YOU WILL BE REQUIRED TO KNOW WHAT THESE ARE AND BE ABLE TO FIND:**
  + TOTAL REVENUE
  + TOTAL COST
  + PROFIT
  + LOSS