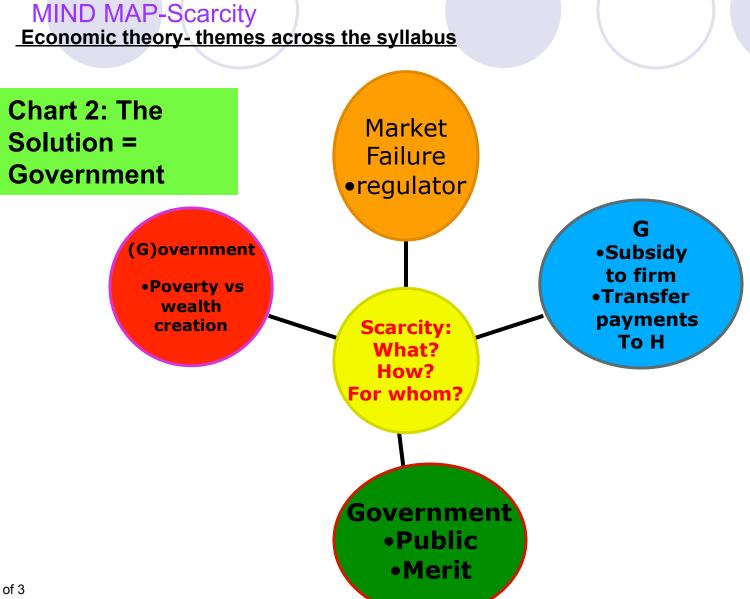
The Mixed Market Capitalist Economy

Webnote 000

MIND MAP-Scarcity What? How? For whom? Economic theory- themes across the sy **Scarce** Resources **Chart 1: The** FoP = CELLGovernment of public sector **Problem Unlimited** Wants means **Scarcity: Poverty** Choice i.e. What? •LEDC O.C. How? •PPF **PPF** For whom? How to Allocate scarce resources? Market 1 of 3 Government

Webnote 000



Webnote 000

MIND MAP-Scarcity

Economic theory- themes across the syllabus

M Chart 3: The Solution = **Market:** price-pay **Government but** The money + government must **Get the** goods decide how much intervention is required. **Scarcity: Action:** What? Regulate How? market or For whom? Not? Tax policy Redistribute Wealth = transfer payments **Transfer Payments** 3 of 3 **Public**

Merit

Webnote 000

Main Theme in IB Economics

Course Theme = Intervention

Consistent throughout the course is: Resource allocation **should** have either....

- more...State intervention
- •or
- more...Market