

## Unit 1 The Economy: Big Questions:

The mixed market allocative system is the most effective economic system for allocation of resources:

**Use webnotes 001 -015 to help answer:**

- 1. Explain using one diagram how the mixed market system functions.**
  - Tip: circular flow of income
  - What is the relationship between government, household and the firm
  - Look for the 3 questions that every economy must answer
- 2. Why is the mixed market the best resource allocation system?**
  - Tip: see PPC / Circular Flow / Business Cycle
  - Does the mixed market economy answer the 3 resource allocation questions effectively? Look at the 2 Koreas.
  - maybe the PPC

## Unit 1:

### Research project

Group: 3 students

Write a country report on country X?

Task: select a country of your choice and produce a powerpoint to inform the class on the following:

Possible Structure:

- **Overview:**
- statistics: provide an overview of the economy including size of the economy, growth of economy over time, successful firms in the economy or any other relevant data on the economy
- **Problems + Solutions:**
- does the country have any problems with poverty? (find the human development index or human suffering index or the human poverty index)
- does the country have any problem with equality for women?
- any problems facing the economy e.g. unemployment?
- possible solutions to the problems in the economy
- **One Global Economic Problem:**
- how is the economy managing one global economic problem e.g. global warming
- any advice for the future to government?

*some sources and suggestions: visit these sites below and find other relevant sites:*

- **visit the government website of your country eg**  
**USA** <https://www.usa.gov>
- **world bank:** <https://www.worldbank.org>
- **IMF:** <https://www.imf.org/external/index.htm>
- **HDI:** <http://worldpopulationreview.com/countries/hdi-by-country/>
- **Equality:** <https://eige.europa.eu/gender-equality-index>
- **Statistics:** <https://www.gapminder.org/tools/>**Income**  
**Inequality:**[https://wid.world/?utm\\_source=npr\\_newsletter&utm\\_medium=email&utm\\_content=20191029&utm\\_campaign=money&utm\\_id=26347327&orgid](https://wid.world/?utm_source=npr_newsletter&utm_medium=email&utm_content=20191029&utm_campaign=money&utm_id=26347327&orgid)
- **Can you find a suitable You Tube clip to support your country report?**

## Introduction: Key words and Concepts for your project

1. Economic system:
2. Scarcity
3. enterprise
4. Choice
5. Opportunity cost
6. growth
7. development
8. mixed economy
9. Mixed market economy
10. Market system
11. Market: supply + demand
12. human development index
13. human poverty index

