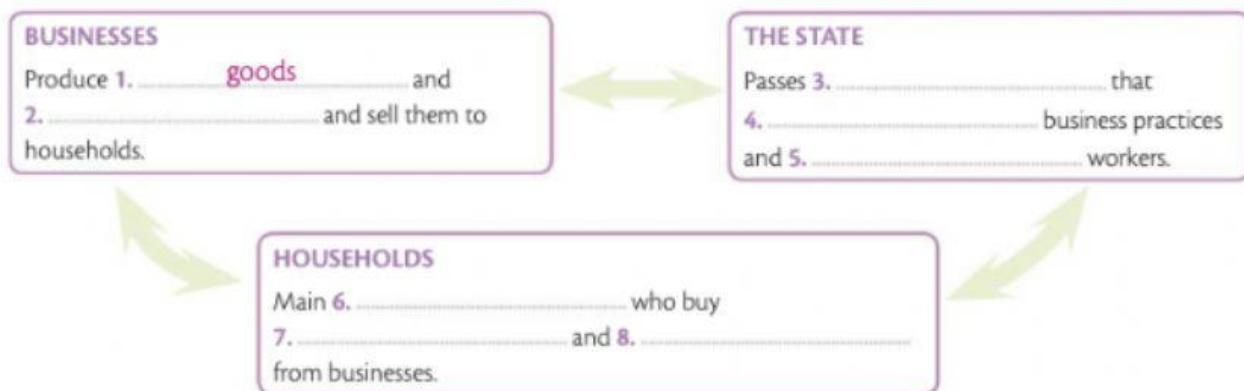


2

All about the economy

1. The economic system

1 Describe the circular flow of the economy below. Fill in the missing words.



2 Identify and explain the basic components of the economy in each picture.



Natural resources

We get these from nature,
like plants and minerals.



3 Match the term to its definition.

Economy	• Technological resources like websites or software.
Capital goods	• Money invested in business and banking.
Financial capital	• A person who has an idea for a business and organises the production of goods or services.
Technological capital	• Man-made resources like machinery, computers, tools, factories, or office buildings.
Entrepreneur	• A system in which businesses produce goods and services which people buy and use.