

# Concept of scarcity (Yunit 1: Aralin 2)

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## Scarcity (Kakapusan)

- Heart of studying economics
- having limited resources needed to create a product (**Resource-- = Supply--**)
- Conflicts on usage of resources of the country to fulfill needs
- A sign that a country needs to govern the products brilliantly

## Kakulangan (Shortage)

- When producer **doesn't give out enough resources**
- Short time only
- Potentially **man-made**
- **Hoarding** - Simulates shortage by increasing the price
- **Panic Buying** - Buying more than enough because of shortage caused by a calamity

## 3 Ways to counter scarcity

1. Use resources wisely
2. Lessen spending
3. Cultivate the economy

## Fundament questions of economy

- Checks for the needs of the population
1. What to do?
    - Production Possibilities Curve (**PPC**)
  2. How to perform?
    - Don't throw out parts that are needed for forming a circle
    - **Capital Intensive** -Uses machinery
    - **Loabor Intensive** - Labor
  3. How many?
    - Checks for the money spend
  4. For whom?
    - Checks for people that you can influence.
  5. How to share a product?
    - Pass it orally