

Chapter 1

The Basic Economic Problem

1.1 The Nature of the Economic Problem

i++i

1.1.1 Finite Resources and Unlimited Wants

i++i

1.1.2 Economic and Free Goods

i++i

1.2 The Factors of Production

i++i

1.2.1 Definitions of the Factors of Productions and Their Rewards

i++i

1.3 Opportunity Cost

i++i

1.4 Production Possibility Curve Diagrams

i++i