0.1 THE FOUNDATIONS OF ECONOMICS: EXAM PRACTICE QUESTIONS

Answer the questions that follow.

1. IB ECONOMICS PAPER 1 EXAMINATION QUESTIONS

a. Explain how the three concepts of scarcity, choice and opportunity cost are interrelated. [10 marks]

b. Explain each of the four different parts to the economic problem in regards to resource allocation. [10 marks]

c. Using the concept of scarcity, explain why the factors of production are finite and wants infinite. [10 marks]