

## Review Questions (Lec.1)

- 1) What is a human “need”?
- 2) Which levels of human needs did Maslow describe?
- 3) Please explain the hierarchical ordering of human needs according to Maslow.
- 4) What is required to satisfy human needs?
- 5) What is the difference between a “commodity” and a “service”?
- 6) Please clarify the characteristics of a “collective good” as opposed to a “private good”!
- 7) Please outline the characteristics of an “open access resource”!
- 8) What is the definition of the “production process”?
- 9) What is the difference between a “consumer good” and an “investment good”?
- 10) What is the meaning of “scarcity”?
- 11) find an example for services that might satisfy human needs on the various levels of Maslow’s needs hierarchy!
- 12) How do the following goods fit into the classification scheme that includes the criteria “excludability of use” and “rivalry in use”?
  - a. A zoo;
  - b. A street light;
  - c. A family size pizza;
  - d. A smartphone.
- 13) Is it possible to classify the following goods unequivocally as a “consumer good” or an “investment good”, respectively?
  - a. A limousine;
  - b. A laptop;
  - c. A software package for bookkeeping;
  - d. A video game.
- 14) How could scarcity appear to
  - a. A farmer in Egypt;
  - b. An owner of a successful business in Germany;
  - c. A student preparing for an examination.