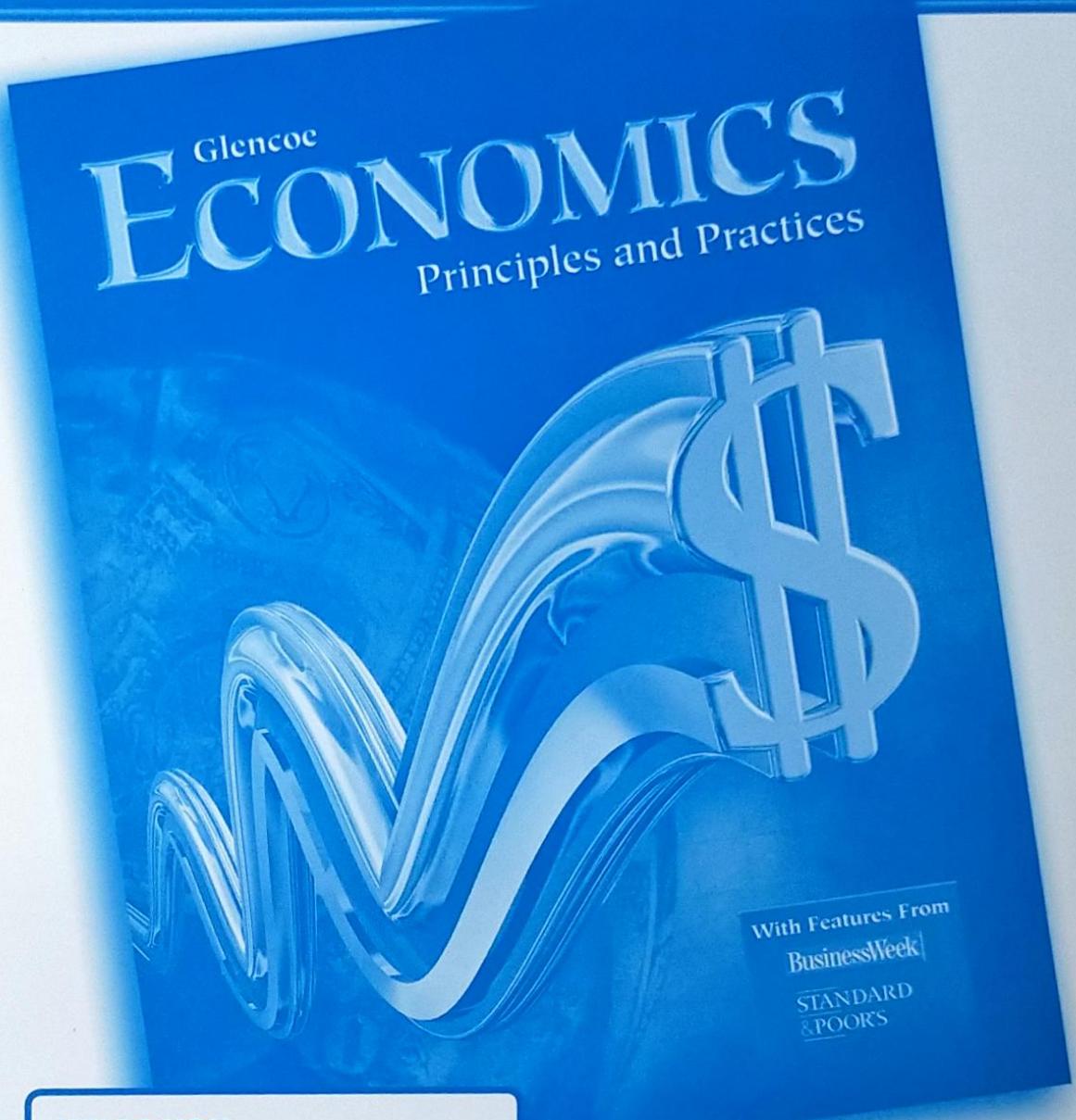


Reading Essentials and Note-Taking Guide

STUDENT WORKBOOK

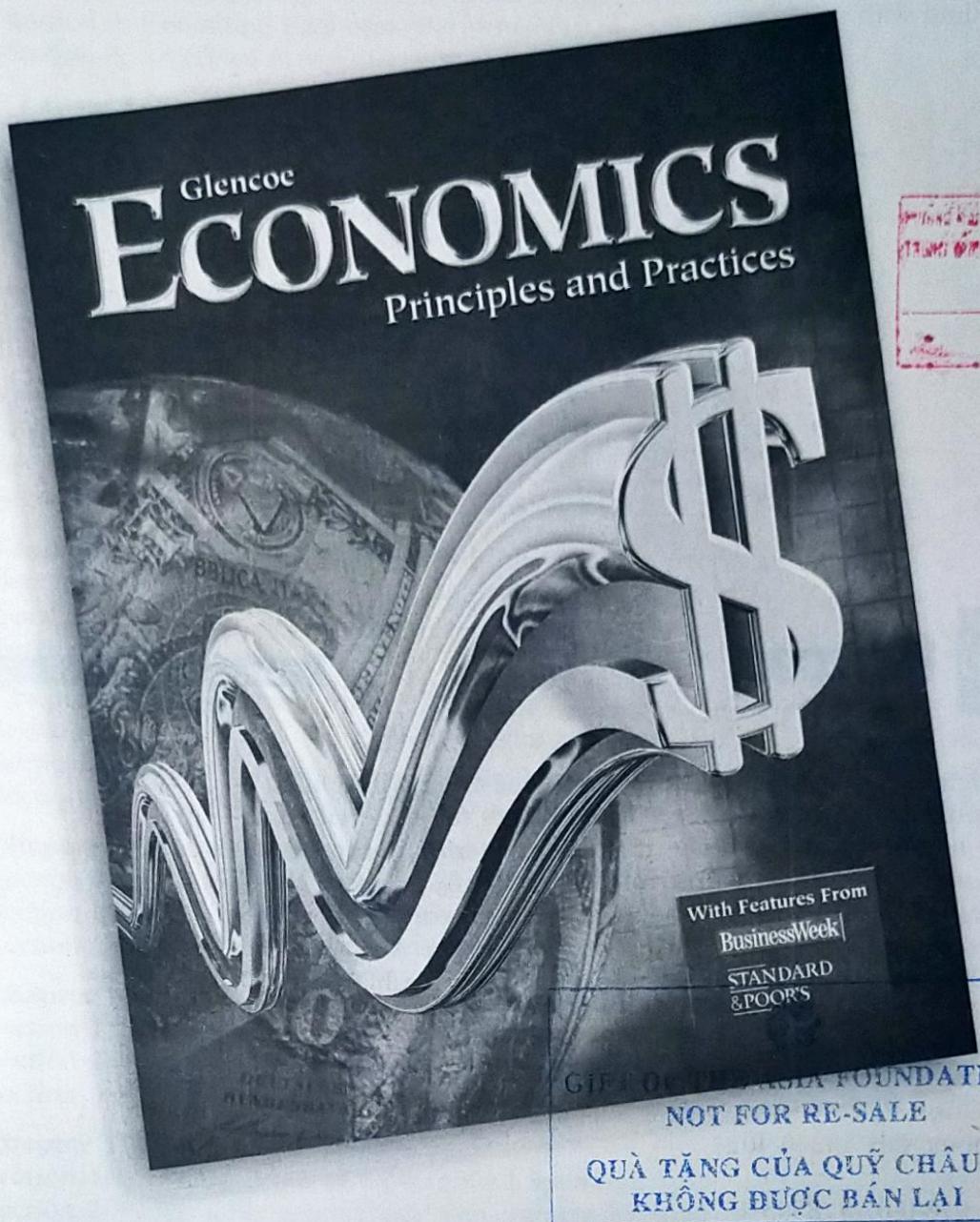


HELPS YOU:

- ▶ Improve Reading Comprehension
- ▶ Understand Key Chapter Concepts
- ▶ Prepare for Quizzes and Tests

Reading Essentials and Note-Taking Guide

STUDENT WORKBOOK

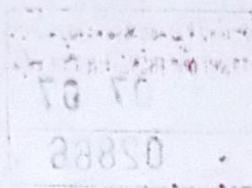


**Mc
Graw
Hill** Glencoe

New York, New York Columbus, Ohio Chicago, Illinois

To the Student

Economics: Principles and Practices **Reading Essentials and Note-Taking Guide** is designed to help you use recognized reading strategies to improve your reading-for-information skills. For each section of the student textbook, you are alerted to key content. Then, you are asked to draw from prior knowledge, organize your thoughts with a graphic organizer, and follow a process to read and understand the text. The **Reading Essentials and Note-Taking Guide** was prepared to help you get more from your textbook by reading with a purpose.



The McGraw-Hill Companies

Copyright © by The McGraw-Hill Companies, Inc. All rights reserved. Permission is granted to reproduce the material contained herein on the condition that such material be reproduced only for classroom use; be provided to students, teachers, and families without charge; and be used solely in conjunction with the *Economics: Principles and Practices* program. Any other reproduction, for sale or other use, is expressly prohibited.

Send all inquiries to:
Glencoe/McGraw-Hill
8787 Orion Place
Columbus, OH 43240-4027

ISBN: 978-0-07-878593-1
MHID: 0-07-878593-6

Printed in the United States of America
9 10 RHR 14 13 12

Table of Contents

Chapter 1: What is Economics?

Section 1: Scarcity and the Science of Economics	1
Section 2: Basic Economic Concepts	4
Section 3: Economic Choices and Decision Making	7

Chapter 2: Economic Systems and Decision Making

Section 1: Economic Systems	10
Section 2: Evaluating Economic Performance	13
Section 3: American Free Enterprise.....	16

Chapter 3: Business Organizations

Section 1: Forms of Business Organization.....	19
Section 2: Business Growth and Expansion.....	22
Section 3: Nonprofit Organizations.....	25

Chapter 4: Demand

Section 1: What Is Demand?	28
Section 2: Factors Affecting Demand.....	31
Section 3: Elasticity of Demand	34

Chapter 5 Supply

Section 1: What is Supply?	37
Section 2: The Theory of Production.....	40
Section 3: Cost, Revenue, and Profit Maximization.....	43

Chapter 6: Prices and Decision Making

Section 1: Prices as Signals	46
Section 2: The Price System at Work	49
Section 3: Social Goals and Market Efficiency	52

Chapter 7: Market Structures

Section 1: Competition and Market Structures.....	55
Section 2: Market Failures	58
Section 3: The Role of Government.....	61

Chapter 8: Employment, Labor, and Wages

Section 1: The Labor Movement	64
Section 2: Wages and Labor Disputes.....	67
Section 3: Employment Trends and Issues	70

Chapter 9: Sources of Government Revenue

Section 1: The Economics of Taxation.....	73
Section 2: Federal, State, and Local Revenue Systems	76
Section 3: Current Tax Issues and Reforms.....	79

Chapter 10: Government Spending

Section 1: The Economics of Government Spending.....	82
Section 2: Federal, State, and Local Government Expenditures.....	85
Section 3: Deficits, Surpluses, and the National Debt.....	88

GIFT OF THE ASIA FOUNDATION

NOT FOR RE-SALE

QUÀ TẶNG CỦA QUỸ CHÂU Á
KHÔNG ĐƯỢC BÁN LẠI

Chapter 11: Financial Markets	
Section 1: Savings and the Financial System	91
Section 2: Financial Assets and Their Markets	94
Section 3: Investing in Equities and Options	97
Chapter 12: Macroeconomic Performance	
Section 1: Measuring the Nation's Output and Income	100
Section 2: Population and Economic Growth	103
Section 3: Poverty and the Distribution of Income	106
Chapter 13: Economic Instability	
Section 1: Business Cycles and Fluctuations	109
Section 2: Inflation	112
Section 3: Unemployment	115
Chapter 14: Money, Banking, and the Fed	
Section 1: The Evolution, Functions, and Characteristics of Money	118
Section 2: The Development of Modern Banking	121
Section 3: The Federal Reserve System and Monetary Policy	124
Chapter 15: Economic Stabilization Policies	
Section 1: Macroeconomic Equilibrium	127
Section 2: Stabilization Policies	129
Section 3: Economics and Politics	132
Chapter 16: International Trade	
Section 1: Absolute and Comparative Advantage	135
Section 2: Barriers to International Trade	138
Section 3: Foreign Exchange and Trade Deficits	141
Chapter 17: Developing Countries	
Section 1: Economic Development	144
Section 2: Achieving Economic Development	147
Section 3: The Transition to Capitalism	150
Chapter 18: Global Economic Challenges	
Section 1: Globalization: Characteristics and Trends	153
Section 2: Global Problems and Economic Incentives	156
Section 3: Applying the Economic Way of Thinking	159