

Exercise 1.2

Using the information from Exercise 1.1, answer the following questions.

1. How was Kenisha faced with the problem of scarcity?
2. What were Kenisha's short-term economic wants?
3. What was Kenisha's long-term economic goal?
4. Kenisha could satisfy her short-term wants with the bling she earned each week. What did she have to do to satisfy her long-term goal?
5. What trade-off did Kenisha make that allowed her to deal with scarcity and achieve her long-term goal?
6. What was the opportunity cost to Kenisha of going on the school trip?