



Economics Basics

Name: _____

Date: _____

Grade: Grade 3

Part A: Multiple Choice

Circle the best answer for each question.

1. A toy store has only five dolls left and twenty children want one. What will most likely happen to the price?

- A) The price will go down.
- B) The price will stay the same.
- C) The price will go up.
- D) The store will give them away.

2. Maria wants to buy a book and a puzzle but only has enough money for one. The item she does not pick is her ____?

- A) supply
- B) demand
- C) opportunity cost
- D) service

3. Which of the following is the best example of a service?

- A) A loaf of bread from a bakery.
- B) A librarian helping you find a book.
- C) A pair of sneakers from a shoe store.
- D) A bicycle from a toy shop.

4. A farmer grows tomatoes and sells them at a stand. In this example the farmer is a ____?

- A) consumer
- B) buyer
- C) producer
- D) saver

Part B: Fill in the Blank

Write the correct answer on each line.

1. When supply is low and demand is high, the _____ usually goes up.
2. A person who earns money by working at a job is _____ an income.
3. Clothing is a _____ because people must wear it to stay safe and warm.
4. A lemonade stand owner who makes and sells drinks is a _____.
5. Choosing to save your money now so you can buy a bike later shows good _____.

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Part B: Fill in the Blank

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1. When supply is low and demand is high, the price usually goes up.
2. A person who earns money by working at a job is earning an income.
3. Clothing is a need because people must wear it to stay safe and warm.
4. A lemonade stand owner who makes and sells drinks is a producer.
5. Choosing to save your money now so you can buy a bike later shows good planning.