Social Studies 7

Chapter 3

Test Review

**Define the following terms.**

Economic security

Needs

Wants

Economy

Capital

Profit

Personal business

Family business

Large corporations

Trigger

Standard of living

Poverty

Getting by

Getting ahead

Cycle

Personal capital

Down payment

Mortgage

**Questions to know**

1. Explain how people can get stuck in the poverty cycle. Use examples when explaining. (3 ways)
2. Name and explain the three situations that people can find themselves in.
3. What is the difference between needs and wants? Give some examples for each.
4. Explain the difference between capitalism and socialism. (4 points)
5. Why is it important to have extra money and to put some away?
6. What is Economic Security? Why do people need Economic Security?
7. Know the difference between capital and profit.
8. Be able to name and explain the three types of businesses in our economy?
9. Explain how a person can break the poverty cycle.

**Test is Wednesday December 18, 2019**