

# CIA4U Exam Review Topics

## Chapter 1

- What is Economics?
- Economics, Materialism, and Opportunity Cost
- Effective vs Efficient
- Analytical Economics vs Normative Economics
- Science of Economics
- Basic Fallacies, Laws, & Theories of Economics
- Production Possibility
- Law of increasing relative cost
- Law of diminishing returns

## Chapter 2

- Types of Productive Resources
- Types of resources
- Economic Systems and Productions
- Understanding Political Economics
- Setting Economic Goals
- Balance of Payments & Stable Currency
- Economic Freedom
- Environmental Stewardship

## Chapter 3

- All Economist with a focus on Adam Smith (Note: this is not heavily tested on the exam)

## Chapter 4 Part 1

- The Market
- Supply & Demand
- Laws, Schedules etc.
- Market Equilibrium
- Surplus & Shortage

## Chapter 4 Part 2

- Changes in Supply
- Changes in Demand
- Determination of Price

## **Chapter 4.5**

- Economics & the Real Estate Market – Contract Law (Note: this section is not heavily tested)

## **Chapter 5**

- Elasticity of Demand
- Elasticity of Supply
- Total Revenue
- Factors affecting elasticity
- Utility Theory

## **Chapter 6**

- Types of Industrial Activity
- Historical Development of the Canadian Industry
- Forms of Business Organizations (Sole Proprietorship, Partnership, etc)