

Scarcity

# Scarcity

- Scarcity is the situation of having unlimited wants, but only limited resources to fulfil those wants.
- Do you have these?



# Trade-off

- Because of scarcity, we face trade-offs.
- Trade-off is when we need to give up something to get something else.



VS



# Opportunity Cost

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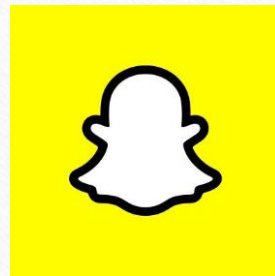
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- What would you be doing if you were not studying economics right now?
- Opportunity cost of a resource is the second best alternative use of that resource.

# “There is no such thing as a free lunch”

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- Is Instagram free?



# What is the cost of watching a movie in the movie theater?

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- Is it just the money that you spend on the ticket?

