

AP Macroeconomics Summer Assignment

AP Macro is an exciting and challenging course. It is important for students to begin the class with an understanding of basic economic vocabulary and concepts. Below you will find a list of key terms and concepts that you will be quizzed on during the third day of class.

Directions: For each term/concept define its meaning and try to give a real-world example. You can find the definitions in a dictionary or online [CLICK HERE](#) (an online economics glossary.) (AMOSWeb)

Economics	Efficiency	Graph (define; draw when appropriate)
Marginal Cost	Consumer	
Marginal Benefit	Market system	
Scientific method	Capitalism	Horizontal
Theoretical	Demand	Vertical
Principles	Supply	Direct
Generalizations	Goods	Inverse
Macroeconomics	Surplus	Independent
Microeconomics	Shortage	Variable
Aggregate	Scarcity	Dependent
Utility	Opportunity	Slope
Land	Import	Vertical
Capital	Export	
Investment	Gross Domestic Product	
Labor	Externalities	
Employment	Adam Smith	
Entrepreneurship	John Maynard Keynes	