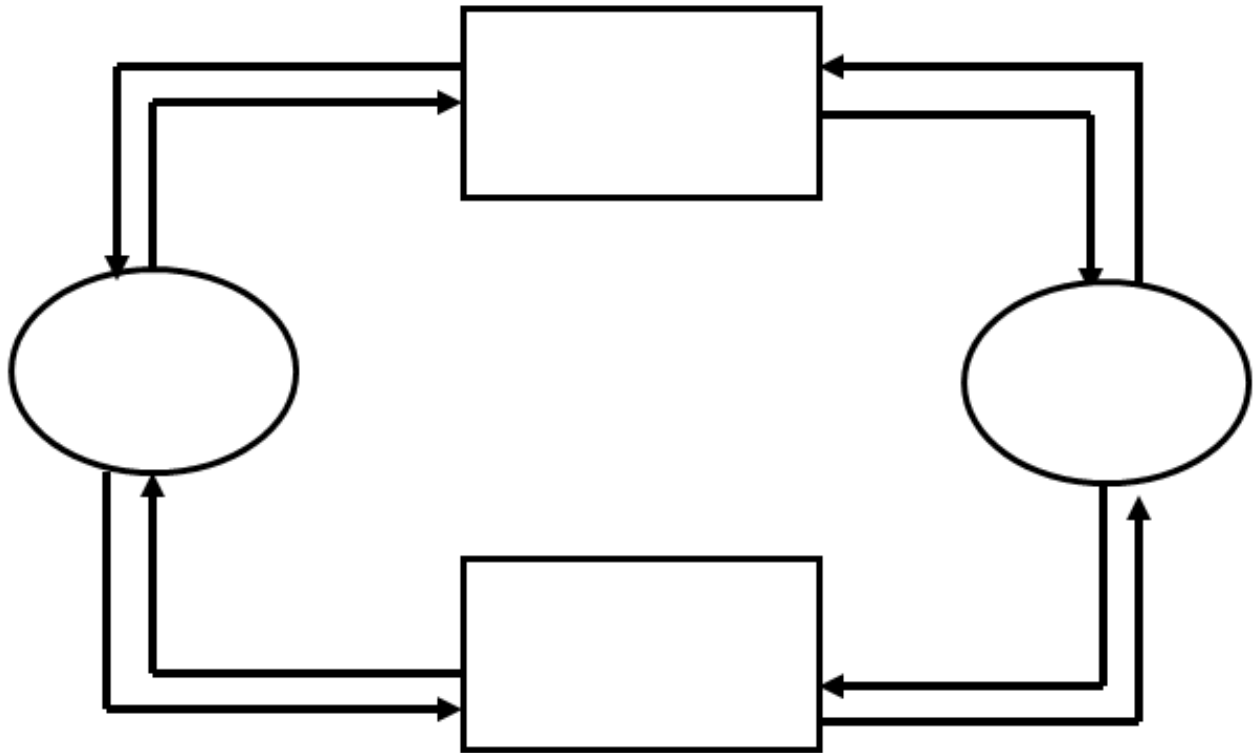


## Circular Flow Model

1. Complete the circular flow model diagram below



2. Which entity sells the factors of production? Where?
3. What are the factors of production?
4. Which entity sells goods and services? Where?
5. How is a goods different than a service?
6. What must a item have in order to be considered a good or service?