Runchana Tantiratapong 6304641352

Task 1

Instruction: Watch the video and answer the questions IN THE SPACE PROVIDED.

Tip: You should turn on English subtitles. You should also read the questions first.

Video: https://www.youtube.com/watch?v=4ERbC7JyCfU&t=331s

1. What is the economic system that is central to this video? (Hint: in the very beginning)

   Free market work that people to cooperate peacefully together

2. State the full economic definition of the system mentioned in Question 1. (Google!)

   Regulation comes from the people and the relationship between demand and supply. In the market has buyer and seller focus on the basics of good, services, and work.

3. According to the video, why is it that nobody in the world knows how to make a pencil?

   Every body don't know everything there is to know about how to start from anything. It is very complex and various components.

4. According to the video, WHY did the rubber trees get imported into Malaysia?

   Malaysia by private enterprises trying to make some money and they transplanted, better off

5. According to the video, what mechanism has led to the creation of a pencil?

   price system

6. What is the "driving force" behind millions of transactions that lead to the creation of a pencil?

   trading with many people so it makes deal with them. It can receive benefit from both side.

7. What are other "virtues" of the mechanism greatly emphasized in the video? price system

   price system because work so long and bringing people together cooperate peacefull, respect his own business both parties to a transaction can benefit

8. What is the "necessary condition" for the mechanism to function effectively? (Hint: around the 8th minute of the video)

   price mechanism is that both parties to a transaction can benefit.

   this insight can be used to organize people's activities over a very wide area making voluntary deal