

d) Enterprise - An entrepreneur is someone who starts their own business. They usually have two key roles:

- i) Organising the use of land, labour and capital in the production of goods and services
- ii) Taking risks - Using their own money, along with the financial capital of others, entrepreneurs buy factors of production in order to produce other goods and services and make a **profit**. However, there is a risk that it could result in losses and bankruptcy instead.

There is also another method of categorising resources. This is by splitting them up in the following ways:

a) Renewable - Renewable resources can be used and then REPLACED. e.g. forests.

b) Non-renewable - Once these have been used, they cannot be replaced and so will not be available for future generations. e.g. coal, oil and gas.

2) Wants

There is a distinct difference between NEEDS and WANTS.

- Needs are a limited number of things required to survive. e.g. food, heat and shelter.
- Wants are infinite. This is usually because people desire to have better living standards, and do not want to live at a level where they are only being provided with basic human needs. An example of this could be wanting to live in a bigger house, or have more food and more clothes.

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