

Microeconomics 100 Questions on the Final Exam

Absolute advantage	1	Private property rights	1
Barter	1	Productivity	1
Business cycle	1	Resources	1
Capital	1	Scarcity	1
Capitalism + Market economy	1	Specialization	1
Ceteris paribus	1	Subsidy	1
Comparative advantage	1	Supply	1
Competition	1	Tariff	1
Complementary goods	1	Tax, taxation	1
Cost vs Price	1	Trade-off	1
Dead Weight Loss	1	Transaction costs	1
Demand vs Quantity demanded	1	4 market structure	1
Diminishing returns	1	Ad Campaign	2
Economics	1	Auctions	3
Entrepreneurship	1	Dead Weight Loss	1
Factors of production	1	Economists of The Day	20
Incentive	2	Elasticity	6
Interest rate(s)	1	Price Discrimination	2
Investment	1	Game Theory	4
Labor Market	1	Incidence of Taxation	1
Land	1	Kyoto	4
Law of demand	1	Laffer Curve	1
Law of diminishing returns	1	Lorenz Curve Egalitarianism	1
Law of supply	1	Median Voter	2
Macroeconomics	1	Price controls	2
Market	6	Thinking on the Margin	1
Microeconomics	1	Utility	3
Opportunity Cost	1		
Private enterprise	1		

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It is absolutely impossible to transcend the laws of nature. What can change in historically different circumstances is only the form in which these laws expose themselves.
"Even derivatives that are currently underwater can be valuable . . . especially when the underlying asset is characterized by high market volatility."

- Karl Marx
- Myron Scholes
- Tim Hairford x "Ask an Economist any question and she will usually give you an economical answer."
- Joseph Stenard x "We run out of time before we run out of ideas."
- Yoo Yurself x "I wish we could do this whole class all over again. Then again, I'm glad it's over."
- Muhammad Yunus "I wish to eradicate poverty through micro-finance."
- Raphael Tudela x "I will gladly buy your beef if you agree to buy my butane."
- John Kenneth Galbraith x "Most successful revolutions are the kicking in of a rotten door."
- Pat Volk "An investment in the United States Government is still the safest place in the world."
- John F. Kennedy "A rising tide lifts all boats."
- Alexander Hamilton x "A promise must never be broken."
- Thomas Merton "It is a good idea to be ambitious, to have goals, to want to be good at what you do, but it is a terrible mistake to let drive and ambition get in the way of treating people with kindness and decency."
- Confucius x "By three methods we may learn wisdom: First, by reflection, which is noblest; Second, by imitation, which is easiest; and third by experience, which is the bitterest."
- Warren Buffett x "Only when the tide goes out do you discover who has been swimming naked."
- Steve Haita x "When your outgo exceeds your income then your upkeep will be your downfall."

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Robert Solow		There is no evidence that God ever intended the United States of America to have a higher per capita income than the rest of the world for eternity.
Winston Churchill		The inherent vice of capitalism is the unequal sharing of blessings; the inherent virtue of socialism is the equal sharing of miseries.
Thomas Sowell	x	The problem isn't that Johnny can't read, it isn't even that Johnny can't think. The problem is that he doesn't even know what thinking is . . . he confuses it with feeling."
David Ricardo	x	"Each country should produce those items for which they have a comparative advantage in production and distribution."
Adam Smith	x	"The market economy is guided by an invisible hand which directs resources to their highest and best use."
Friedrich August von Hayek	x	"Life is a series of natural and spontaneous changes. Don't resist them - that only creates sorrow."
Milton Freidman		"There is no such thing as a free lunch."
Franklin D Roosevelt	x	"The only thing we have to fear . . . is fear itself."
George Bailey	x	"The most exciting sounds are anchor chains, airplane motors and train whistles!"
Mohsin Naqvi	x	"The enemies I am fighting are not muslims - the Taliban and Al Queda are not like any Muslims I know."
Steve Levitt	x	"In Freakonomics we predict behavior by understanding the underlying incentives."
Mike Parkhurst		"I hope to wake the truckers up to the fact that they're slaves to a monopoly."
Jeremy Bentham	x	"The greatest happiness of the greatest number is the foundation of morals and legislation."
John Nash	x	"Mutually Assured Destruction is an effective deterrent which indicates a peaceful resolution to this noncooperative game we call the cold war."
Paul Samuelson		"The consumer, so it is said, is the king... each is a voter who uses his money as votes to get the things done that he wants done"
Bernard Baruch	x	"Every man has a right to be wrong in his opinions. But no man has a right to be wrong in his facts."