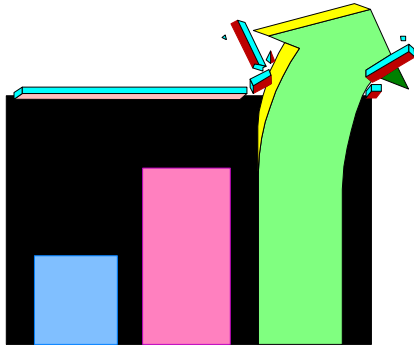


NAME: \_\_\_\_\_



# *ECONOMICS USA: BOOMS & BUSTS*

1. Why didn't economists in the 19<sup>th</sup> century have a theory to explain booms and busts?
2. What does Say's Law say?
3. Why didn't the government act to end the recession during the Wilson Administration?
4. What ended the recession of the 1910s?
5. Why did economists believe that recessions would always cure themselves?
6. What economist predicted the disquiet of the worker at the end of WW1?
7. According to Karl Marx, good times produced what?
8. According to Joseph Schumpeter, capitalism is essentially what?
9. What segment of the economy was in recession in the 1920s?
10. "Wall Street \_\_\_\_\_ ."
11. Who built a theory of "aggregate demand?"
12. The theory of aggregate demand suggested that the demand in the economy was lower than what?
13. According to classical theorists, if consumption demand goes down, \_\_\_\_\_ demand goes up.