

ECO211 FINAL REVIEW

CHAP 1

Scarcity, Three Key Economic Ideas, Positive/Normative Analysis

CHAP 2

PPF, Opportunity Cost, Comparative Advantage

CHAP 3

Demand, Supply, Substitutes/Complements, Normal/Inferior Goods, Movement along the curve, Shift in the curve, Surplus, Shortage and Equilibrium

CHAP 4

CS, PS, TS, Welfare analysis, Efficiency, Price Ceiling, Price Floor, Tax

CHAP 6

E_price, Necessities/Luxuries, Determinants, TR, E_income, Normal/Inferior Goods, E_cross, Substitutes/Complements, E_supply

CHAP 9

Diminishing MU, Optimal Consumption

CHAP 10

Economic Costs/Accounting Costs, SR: $(A)TC = (A)FC + (A)VC$, MC/ATC, Increasing MC, LRATC: (dis)economies of scale

CHAP 11

Price Taker, $P=MR=MC$, SR: Profit/Loss, Shut down, LR: Entry/Exit, Zero Economic Profit, Efficiency

CHAP 14

Price Maker, Causes, $P > MR=MC$, Inefficiency

CHAP 12

Product Differentiation, SR: $P > MR=MC$, Excess Capacity, Markup over MC, LR: Demand More Elastic, Zero Economic Profit

CHAP 5

Pos/Neg Externalities, Private/Social B(C), Optimal Pollution Reduction, Coase Thm, Four Categories of Goods, Tragedy of Commons