**Marginal Analysis**

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| --- |
| What things do you consider when trying to make a decision? |
|  |

**I. Rational Economic Decisions:**

b.

**II. Was your decision made at the margins?**

1. Making decisions at the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ means considering the:

1.

2.

3.

**III. When does marginal analysis occur?**

a. When you weigh some of the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of some of some of the

characteristics against the possible \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

b.

c. If this has happened, then you engaged in \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_!

**IV. Marginal Analysis Criteria:**



|  |
| --- |
| Are human beings always rational? Why do you say this? |
|  |

**V. Marginal Analysis and Rational Decision-making:**

2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ are not considered when we use marginal analysis.