**Marginal Analysis**

|  |
| --- |
| 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:**

1.
2.
3.

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

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

1.
2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ are not considered when we use marginal analysis.
3.