

Read and Take notes on all the important info of 2.2...

A. Answer the following questions and Topics:

- 1) Explain why markets exist
- 2) Analyze a circular flow model of a free market economy (pg. 30)
- 3) Explain the advantages of a Free Market

B. Define all key terms in 2.2

C. Read the additional info about Adam Smith on pg. 33. Answer: Explain what Adam Smith meant by "the invisible hand of the marketplace."