

## **Economics 106**

1. Describe how voluntary market interactions and trade, in the face of scarcity, benefit both parties to a transaction.  
(Relates to UNM/HED Area IV, Competency 3)
2. Explain the chain of events that occur when equilibrium is distributed, with particular emphasis on the allocative and rationing roles of price. Apply that model to predict the economic impact of real world events.  
(Relate to UNM/HED Area IV, Competency 4)
3. Use graphical analysis and/or logic to demonstrate the economic “rule” that marginal decision-making leads to an efficient outcome for profit-maximizing economic agents.  
(Relate to UNM/HED Area IV, Competency 2)
4. Describe the policy implications, risks and consequences that must be weighed in the formulation of monetary policy and macroeconomic conditions.  
(Relate to UNM/HED Area IV, Competency 1)