

Unit 3 Reading Questions

1. In Adam Smith's *An Inquiry into the Nature and Causes of the Wealth of Nations*, the author discusses two kinds of value. What are they, and how do they relate to each other?
2. What metaphor does Smith use to demonstrate that the good of the individual may coincide with the general welfare of society?
3. What is David Ricardo's *labor theory of value*?
4. Jeremy Bentham broke down human motivations to their most basic two components. What are they, and how might you relate them to the second reading question?
5. How did Marx explain the basic nature of labor in industrialized economies?
6. What were Hamilton's reasons for wanting central government control over taxes?