

STUDY QUESTIONS FOR KEYNES - TRADE CYCLE AND "CONCLUDING NOTES"

CHAPTER 22, pp. 313-24:

1. Summarize Keynes' theory of the trade cycle. What is the main cause of depressions?
2. What are the adjustments necessary for a recovery from a depression?
3. What is Keynes' proposed remedy for the trade cycle?

CHAPTER 24:

1. What are "the (two) outstanding faults of the economy in which we live," according to Keynes?
2. Summarize Keynes' comments on the unequal distribution of income in capitalist economies.
3. Summarize Keynes' comments on the rate of interest and the "euthenasia of the rentier".
4. Summarize Keynes' comments on the proper role of the government and the "socialization of investment."