

Economic Bubbles Assignment

Directions: For each of the economic bubbles in the text complete the set of questions for each one.

1. When did it begin and end?
2. What was life like during the bubble?
3. What was the cause of the bubble?
4. What happened after the bubble?

Directions: After reading and answering the questions above for each event, use the information you have gathered from reading to answer the questions below.

1. What role does credit typically play in the beginning of speculative events?
2. What role does the government often play during the development of speculative events?
3. What typically fuels the rapid increase in prices during speculative events?
4. Why is it often said during speculative events that “this time it’s different?”
5. What typically occurs at the beginning of the end of speculative events?
6. What do people invariably say about the speculative events in the aftermath?