

ECONOMICS

CHAPTER 8 & 11 REVIEW

NAME _____

Terms:

Boycott	closed shop	giveback	lockout	modified union shop
injunction	picket	right-to-work law	strike	
two-tier wage system	arbitration	mediation	theory of negotiated wages	
signaling theory	financial asset	financial system	risk	
capital market	money market	bond	Treasury Note	
IRA	401(k) plan	Mutual fund	Pension fund	
Certificate of deposit	Portfolio diversification	Stock exchange	Over-the-counter market	

Know the history of the labor movement including historical trends, how legislation like the Clayton Antitrust Act and the National Labor Relations Act affected the labor movement

Know the four theories on wage determination including the 4 kinds of labor in the noncompeting categories of labor theory

Know the steps in resolving a labor dispute – mediation, fact finding, arbitration, and injunction

Know the theories on why women earn less than men and the legal and market remedies

Be able to explain why savings are important to economic growth

Know the four basic investment considerations

Know the two companies that rate bonds and what ratings junk bonds are

Know the difference between a corporate bond, municipal bond, junk bonds, Treasury Notes, bonds, bills, government savings bonds, and CD,

Know the markets for financial assets and what assets belong in what market (Chart on page 302)

Know the difference between stocks and other financial assets

Know the two major measures of stock market performance that the book discusses (DJIA and S & P 500)

Know the three major places stocks are traded

Know the difference between a “bear” and a “bull” market

Know what a futures contract is and how the futures market works