Principles of Economics Lab Problem Set 2.

Due Thursday, September 2 at the start of lab.

The following questions refer to the reading, “But Will It Make You Happy?” that was assigned for this lab.

In one or fewer typed pages (double spaced, 12 pt. font), answer the following questions. Be prepared to discuss your answers during the lab.

1. Describe a change in the economic landscape of your hometown or the decisions your family has made that would be further examples of the change in tastes/preferences discussed in the article.

2. Given an example of Conspicuous Consumption you have witness or are familiar.

3. Do you believe your preferences follow the concept of Hedonic Adaptation? Explain using an example or examples.