

Adam Smith

True/False Questions

1. **Adam Smith was born in England.**

Answer: False. (He was born in Scotland.)

2. **Adam Smith is often called the "father of economics."**

Answer: True.

3. **Adam Smith wrote "The Wealth of Nations" while he was a professor at the University of Glasgow.**

Answer: False. (He wrote it after he left the university.)

4. **Adam Smith believed that governments should control businesses and trade.**

Answer: False. (He believed in limited government control and free markets.)

5. **Adam Smith's book, "The Wealth of Nations," was published in 1776.**

Answer: True.

Open-Ended Questions

1. **Where and when was Adam Smith born?**

Answer: Adam Smith was born on June 16, 1723, in Kirkcaldy, Scotland.

2. **What happened to Adam Smith's father before he was born?**

Answer: Adam Smith's father died a few months before Adam was born.

3. **Which university did Adam Smith attend first, and what did he study?**

Answer: Adam Smith first attended the University of Glasgow, where he studied philosophy.

4. **Who was Francis Hutcheson, and how did he influence Adam Smith?**

Answer: Francis Hutcheson was a professor at the University of

Glasgow who taught moral philosophy. His teachings influenced Adam Smith's ideas about human behavior and ethics.

5. **What was the name of Adam Smith's first major book, and what was it about?**

Answer: Adam Smith's first major book was "The Theory of Moral Sentiments," which explored human relationships and how people develop moral ideas.

6. **What is the concept of the "impartial spectator" that Adam Smith introduced?**

Answer: The "impartial spectator" is the idea that when we think about how to act, we imagine how an impartial observer would judge our actions, helping us make fair and moral decisions.

7. **Why is "The Wealth of Nations" considered a groundbreaking book?**

Answer: "The Wealth of Nations" is considered groundbreaking because it introduced new ideas about economics, such as the importance of free markets, competition, and the concept of the "invisible hand."

8. **What did Adam Smith mean by the "invisible hand"?**

Answer: The "invisible hand" refers to the idea that when individuals pursue their own self-interest, they unintentionally help create a healthy economy.

9. **What role did Adam Smith believe the government should play in the economy?**

Answer: Adam Smith believed that the government should play a limited role in the economy, focusing on protecting the country, providing justice, and building public works like roads and bridges, but not controlling businesses or trade.

10. **How has Adam Smith's work influenced modern economics?**

Answer: Adam Smith's work has influenced modern economics by shaping ideas about free markets, competition, and the limited role of government. His concepts continue to guide economic thought and policy today.