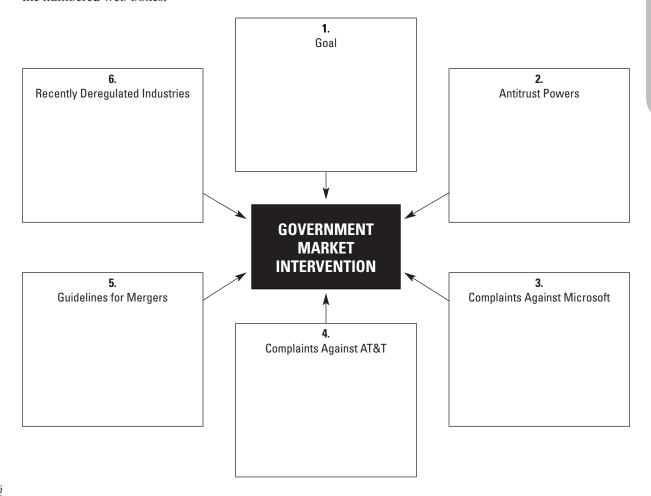
Section 4: Guided Reading and Review

Regulation and Deregulation



A. As You Read

As you read Section 4, supply the missing information about government market intervention in the numbered web boxes.



B. Reviewing Key Terms

Use a key term to rewrite each sentence correctly.

- 7. *Price fixing* is the practice of setting the market price below cost for the short term to drive competitors out of business.
- 8. A monopoly occurs when a company joins with another company to form a single firm.
- 9. *Perfect competition* means that the government no longer decides a company's market role and pricing.