**Quiz**

1. The Industrial Revolution did not start in Istanbul. Does this suggest that wages were low or high in Istanbul during the 18th century according to Robert Allen?
2. Give a graphical example of a case where a firm has incentives to invest in capital saving technology despite low capital prices and high wages.

Please watch <https://www.youtube.com/watch?v=zhL5DCizj5c> to solve the questions below.

1. What could be an example for a Eurocentric explanation as to why the Industrial Revolution started in Britain?
2. Provide an example for a positive feedback-loop during the Industrial Revolution.