

BC090400798 : Muttee Ullah

Time Left **85**
sec(s)

Quiz Start Time: 11:53 AM

Question # 1 of 15 (**Start time: 11:53:02 AM**)

Total Marks: 1

Which would NOT tend to be a cause of an increase in productivity?

Select correct option:

☐ Increases in labor supply

☐ Increases in human capital

Correct ☒ Increases in quality of capital

☐ Improvements in technology

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Time Left **64**
sec(s)

Quiz Start Time: 11:53 AM

Question # 2 of 15 (**Start time: 11:54:28 AM**)

Total Marks: 1

Suppose in an economy, money is growing at 8% per year and output is growing at 5 % per year then the inflation rate in that economy would be:

Select correct option:

- correct**
- ☒ 3%
- ☐ 5%
- ☐ 10%
- ☐ 13%

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1

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Time Left **35**
sec(s)

Quiz Start Time: 11:53 AM


Question # 3 of 15 (**Start time: 11:55:46 AM**)

Total Marks: 1

Which of the following is included in M2?

Select correct option:

- ☐ Commercial paper
- ☐ Stocks
- ☐ U.S. Treasury bonds

correct 

Savings accounts

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2

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Time Left **71**
sec(s)

Quiz Start Time: 11:53 AM

Question # 4 of 15 (**Start time: 11:59:00 AM**)


Total Marks: 1

The extra output that a firm can produce using an additional unit of labor is known as:

Select correct option:

☐

Average product of labor.

correct 

Marginal product of labor.

☐

Total product.

☐

Total cost.

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2

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Time Left **60**
sec(s)

Quiz Start Time: 11:53 AM

Question # 5 of 15 (**Start time: 11:59:37 AM**)

Total Marks: 1

Which of the following is the largest component of total expenditures?

Select correct option:

- ☒ **correct** Consumption
- ☐ Investment
- ☐ Government spending
- ☐ Net exports

[Click here to Save Answer & Move to Next Question](#)

1

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Time Left **23**
sec(s)

Quiz Start Time: 11:53 AM

Question # 6 of 15 (**Start time: 12:00:54 PM**)

Total Marks: 1

Which of the following is the largest component of total expenditures?

Select correct option:

- ☒ **correct** Undertaking consumption.
- ☐ Undertaking production.
- ☐ Exchanging goods.

☐

Exchanging resources.



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1

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Time Left **34**
sec(s)

Quiz Start Time: 11:53 AM

Question # 7 of 15 (Start time: 12:02:21 PM)

Total Marks: 1

The term investment refers to:

Select correct option:

☐

Only the creation of capital goods undertaken by private firms or the government.



☐

Only large projects, such as building a new factory, undertaken by private firms.



☒

correct

Any action today that has costs today but provides benefits in the future.



☐

Any action today that has costs today and provides benefits today.



Click here to Save Answer & Move to Next Question

3

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Time Left **23**
sec(s)

Quiz Start Time: 11:53 AM

Question # 8 of 15 (Start time: 12:03:43 PM)

Total Marks: 1

An asset that is included in M3 but not in M2 is:

Select correct option:

- ☐ Currency.
- ☐ Checkable deposits.
- ☐ Small-denomination certificates of deposit.
- correct** ☒ Large-denomination certificates of deposit.

[Click here to Save Answer & Move to Next Question](#)

4

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Time Left **24**
sec(s)

Quiz Start Time: 11:53 AM

Question # 9 of 15 (**Start time: 12:05:12 PM**)

Total Marks: 1

The GDP deflator can be used:

Select correct option:

- ☐ To reduce the overstatement of economic activity that would occur if we included intermediate production.
- ☐ To correct nominal GDP for the contribution to domestic GDP made by foreign owned factors of production.
- correct** ☒ To decompose a change in nominal GDP into a change in real GDP and an average change in prices.

☐

To obtain the factor income flows that result from the economic activity that has produced the GDP.

[Click here to Save Answer & Move to Next Question](#)

3

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Time Left **68**
sec(s)

Quiz Start Time: 11:53 AM

Question # 10 of 15 (Start time: 12:06:37 PM)

Total Marks: 1

Which of the following is NOT an example of consumption expenditure?

Select correct option:

☐

Television sets

☒ correct

Military airplanes

☐

Clothing

☐

Restaurant meals

[Click here to Save Answer & Move to Next Question](#)

2

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Time Left **53**
sec(s)

Quiz Start Time: 11:53 AM

Question # 11 of 15 (Start time: 12:07:26 PM)

Total Marks: 1

The demand for labor curve shows:

Select correct option:

correct

☐

An inverse relationship between the real wage and the number of workers who are willing to work.

☐

That real wages are constant.

☐

An inverse relationship between the real wage and the amount of labor hired.

☐

A positive relationship between the real wage and the number of workers who are willing to work.

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1

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Time Left **38**
sec(s)

Quiz Start Time: 11:53 AM

Question # 12 of 15 (Start time: 12:08:52 PM)

Total Marks: 1

Barter economies require:

Select correct option:

☐

The use of fiat money.

☒

The use of commodity money.

☐

correct

A double coincidence of wants.

☐

Money to serve as a store of value but not as a medium of exchange.

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2

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Time Left **43**
sec(s)

Quiz Start Time: 11:53 AM

Question # 13 of 15 (Start time: 12:10:28 PM)

Total Marks: 1

The study of the aggregate economy is known as:

Select correct option:

☒

Microeconomics.

☐

Macroeconomics.

☐

Financial economics.

☐

Development economics.

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1

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Time Left **23**
sec(s)

Quiz Start Time: 11:53 AM

Question # 14 of 15 (Start time: 12:11:34 PM)

Total Marks: 1

The circular flow is used to make the point that:

Select correct option:

correct

Households are both earners and spenders.

☐

Production generates income.

☐

Unemployment only occurs during a recession.

☐

Rising prices never occur during times of unemployment

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1

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Time Left **32**
sec(s)

Quiz Start Time: 11:53 AM

Question # 15 of 15 (Start time: 12:12:48 PM)

Total Marks: 1

To arrive at GDP, the Bureau of Economic Analysis (BEA) counts:

Select correct option:

☐

The value of total sales.

correct

The value of final sales.



The value of intermediate goods and final goods.



Total value added plus the value of sales at the reta

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