Core Concept Cards

Econ Challenge Quiz Results

Name: _________________________________ Date: May 23, 2023

1. The U.S. economy is referred to as a:
   A. market economy
   B. traditional economy
   C. command economy
   D. none of the above
   **Your answer was:** A, you are correct.

2. Costs and benefits are an important component of:
   A. the labor force
   B. assets
   C. the economic way of thinking
   D. factors of production
   **Your answer was:** C, you are correct.

3. Comparative advantage is related to:
   A. dividends
   B. trade
   C. time value of money
   D. insurance
   **Your answer was:** B, you are correct.

4. Productivity is NOT related to:
   A. business cycle
   B. revenue
   C. Gross Domestic Product
   D. reserve requirements
   **Your answer was:** D, you are correct.
5. Which one is NOT a goal of monetary policy?
   A. reasonable rates of economic growth
   B. low taxation levels
   C. full employment
   D. price stability
   Your answer was: B, you are correct.

6. Banks have reserve requirements so that:
   A. they can increase profits
   B. they have enough money on hand for customers
   C. they can increase productivity
   D. all of the above
   Your answer was: B, you are correct.

7. The equilibrium price refers to:
   A. the consumer price index
   B. supply and demand
   C. the money supply
   D. time value of money
   Your answer was: B, you are correct.

8. A tariff on an imported good or service can:
   A. cause a recession
   B. decrease trade
   C. lower the discount rate
   D. increase trade
   Your answer was: B, you are correct.

9. To be counted as part of the labor force, you must be 21 or older.
   True
   False
   Your answer was: False, you are correct.

10. Open Market Operations can affect the money supply.
    True
    False
    Your answer was: True, you are correct.

You got 10 out of 10 correct! Score 100 %