

Terminology Online Test

Sr	Questions	Answers Choice
1	earning form primary products are often us unstable because:	A. Demand is price elastic B. Supply is price elastic C. Supply conditions are relatively stable D. Supply conditions are unstable
2	What is Tariffs?	A. Decrease the domestic prices of a product B. Increase the quantity of imports C. Decrease domestic production D. Increase government earnings form tax
3	In the short term a firm will firms produce provided the revenue:	A. Covers fixed costs B. Covers variable costs C. Covers total costs D. Covers revenue
4	World trade has been increasing due to:	A. Increased tariffs B. Increased legal barriers C. Increased embargoes D. Reduced protectionism
5	Finding a partner to works with abroad is called a:	A. Takeover B. Merger C. Acquisition D. Joint venture
6	Globlization is made more difficult by:	A. The actions of the world Trade organization B. The removal of protectionist measure C. Exchange rate instability D. More free trade agreements
7	A multinational business:	A. Sells products abroad B. Produces in more than one country C. Imports form abroad D. Sells only domestically
8	Demand for Primary products is likely to be:	A. Very sensitive to price B. Price elastic C. Unit elastic D. Income inelastic
9	If the economy grows the government's budget position will automatically:	A. Worsen B. Improve C. Stay the same D. Increase with inflation
10	An expansionist fiscal policy could include:	A. Lower interest rates B. Increased landing by the banks C. An increase in corporation tax D. An increase in discretionary nary government spending E.