

Terminology Online Test

Sr	Questions	Answers Choice
1	If the minimum wage is set above the equilibrium wage rate then other things unchanged:	A. There will be equilibrium in the labour market B. There will excess demand in the labour C. There will be excess supply in the labour market D. More people will be employed
2	If employees cannot accept a job because of the cost o moving this is known as:	A. occupational immobility B. Cyclical unemployment C. Structural immobility D. Geographical immobility
3	If the price in a market is fixed by the government below equilibrium:	A. There is excess equilibrium B. There is excess supply C. There is excess demand D. There is equilibrium
4	If an economy is productively efficient:	A. Everyone is wealthy B. Resource are unemployed C. More of one product can only be produced if less of another product is produced D. The distribution of income is equal
5	The public sector includes:	A. Investors owing companies B. Government ownerships of assets C. Market forces of supply of and demand D. All trade via barter
6	A system in which private citizens own the factors of production:	A. Traditionalism B. Communism C. Capitalism D. Profit
7	Menu costs in relation to inflation refer to:	A. Costs of finding better raters of return B. Cost of altering price lists C. Costs of money increasing its value D. Costs of revaluing the currency
8	The effects of inflation on the price competitiveness of a country products may be offers by:	A. An appreciation of the currency B. A revaluation of the currency C. A depreciation of the currency D. Lower inflation abroad
9	Uruguay Round of multilateral trade negotiations:	A. Started in 1986 and completed at the end of 1993 B. Replaced the GATT with WTO C. Brought services and agriculture into WTO D. all of the above
10	Pass through effect in international trade theory refers to:	A. The proportion of an exchange rate change that is reflected in export and import price change B. Exports and imports not facing any tariff barrier C. Exports and imports not facing any technical barrier D. All of the above