

### Question 1

Using the graph below, if the government required that firms abate a1 units of pollution, this would be \_\_\_\_\_ because the marginal benefit from additional abatement is \_\_\_\_\_ than the marginal cost.

Answer: <https://biology-forums.com/index.php?topic=1910704>

### Question 2

Export demand for commodities is affected by

- Expansionary fiscal policy which leads to higher U.S. interest rates relative to importing countries.
- A stronger U.S. dollar.
- Contractionary monetary policy which leads to higher U.S. interest rates relative to importing countries.
- All of the above.

Answer: <https://biology-forums.com/index.php?topic=1910716>

### Question 3

The marginal utility of a good (e.g., bananas) declines with increases in the consumption of that good. This phenomenon is referred to as the

- Law of Diminishing Marginal Utility.
- Engel's Law.
- Law of Demand.
- None of these.

Answer: <https://biology-forums.com/index.php?topic=1910439>

### Question 4

Given the following diagram, the reason that the budget line rotated counterclockwise is due to the fact that the prices of Subway sandwiches fell.

- true
- false

Answer: <https://biology-forums.com/index.php?topic=1910526>

### Question 5

Assume that for a given consumer, the marginal utility of 7-Up is 160 and the price of 7-Up is \$2. Also, assume that the marginal utility of Coca-Cola is 200 and the price of Coca-Cola is \$3. This consumer

- Is in equilibrium.
- Should buy more 7-Up
- Should buy more Coca-Cola.
- Should buy more of both products.

Answer: <https://biology-forums.com/index.php?topic=1910473>

### Question 6

Consumer-oriented exports include which of the following types of products?

- Vegetables, fruit and live cattle
- Beef, ice cream and chicken
- Wheat, pineapple and soybean oil
- All of the above

Answer: <https://biology-forums.com/index.php?topic=1910866>

### Question 7

Which of the following statements is correct?

- Demand pull inflation is caused by an increase in demand and an increase in the quantity supplied.
- Demand pull inflation is caused by an increase in demand and an increase in supply.
- Cost push inflation is the result of rising input costs pushing the aggregate demand curve to the left.
- None of the above.

Answer: <https://biology-forums.com/index.php?topic=1910813>

### Question 8

An increase in government spending is a \_\_\_\_\_ fiscal policy action.

Answer: <https://biology-forums.com/index.php?topic=1910798>

### Question 9

\_\_\_\_\_ : branch of economics that focuses on the economic actions of individuals or specific groups of individuals.

Answer: <https://biology-forums.com/index.php?topic=1910386>

### Question 10

\_\_\_\_\_ : the slope of the aggregate consumption function.

Answer: <https://biology-forums.com/index.php?topic=1910772>

### Question 11

Which country is both one of the top markets for U.S. agricultural exports and the top supplier of agricultural imports to the United States?

- Mexico
- South Korea
- China
- Varies by year.

Answer: <https://biology-forums.com/index.php?topic=1910868>

### Question 12

Given the supply curve in the graph below, The change in producer surplus as the price increased from \$5 to \$8 would be \_\_\_\_\_. The elasticity of this supply curve is \_\_\_\_\_.

Answer: <https://biology-forums.com/index.php?topic=1910646>

### Question 13

Given the following data:

Quantity of Wings	Total Utility	Marginal Utility (MU)
3	60	--
5	90	?

- 15 utils
- 20 utils
- 30 utils
- None of these

Answer: <https://biology-forums.com/index.php?topic=1910522>

### Question 14

The civilian labor force includes

- The number of people in the Armed Services.
- The number of employed and unemployed persons in the economy.
- The number of employed persons.
- None of the above.

Answer: <https://biology-forums.com/index.php?topic=1910808>

### Question 15

\_\_\_\_\_ : the process of purchasing commodities in one market at a low price and rapidly selling them in another market at a higher price.

Answer: <https://biology-forums.com/index.php?topic=1910920>

### Question 16

The price of the product and marginal revenue are identical under conditions of perfect competition.

- true
- false

Answer: <https://biology-forums.com/index.php?topic=1910634>

### Question 17

A short run price elasticity of demand of -0.20 suggests a price flexibility of \_\_\_\_\_.

Answer: <https://biology-forums.com/index.php?topic=1910741>

### Question 18

Expansionary fiscal policy actions include

- Increased defense spending.
- Increase government spending.
- Cutting income taxes.
- All of the above.

Answer: <https://biology-forums.com/index.php?topic=1910783>

### Question 19

\_\_\_\_\_ : unemployment associated with business fluctuations.

Answer: <https://biology-forums.com/index.php?topic=1910827>

### Question 20

Nontariff barriers include which of the following?

- Export subsidies, ad valorem tariffs and price supports
- Price supports, import quotas and favorable government credit terms
- Price supports, favorable credit terms for exporters, specific tariffs and ad valorem tariffs
- Export subsidies, specific tariffs and restrictions at national borders

Answer: <https://biology-forums.com/index.php?topic=1910891>