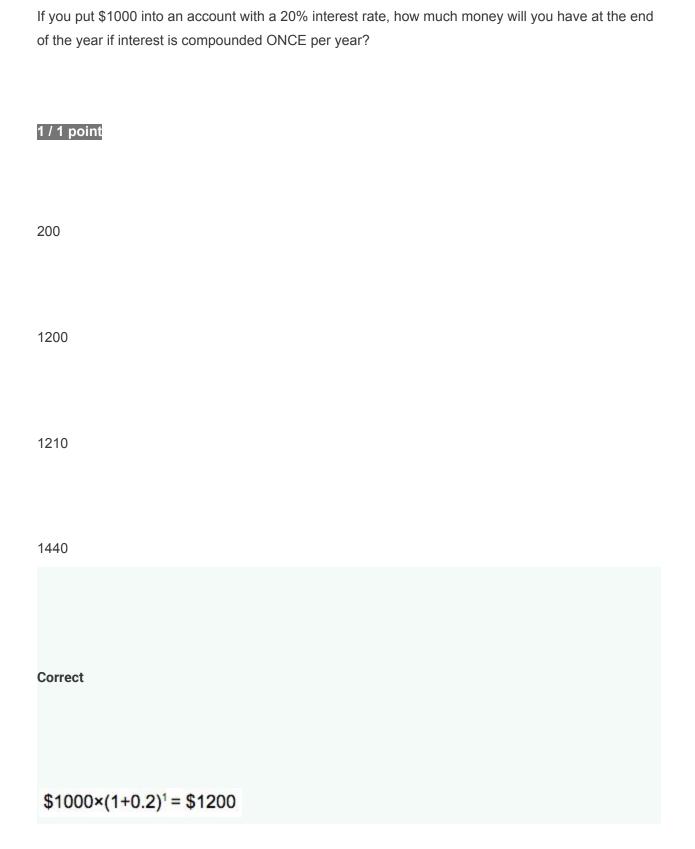
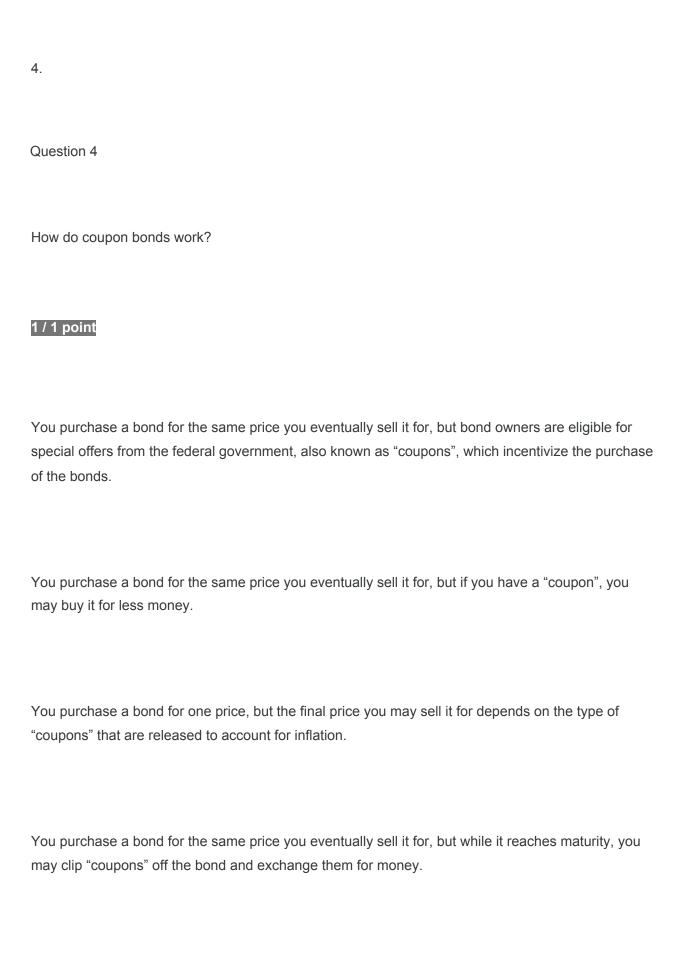
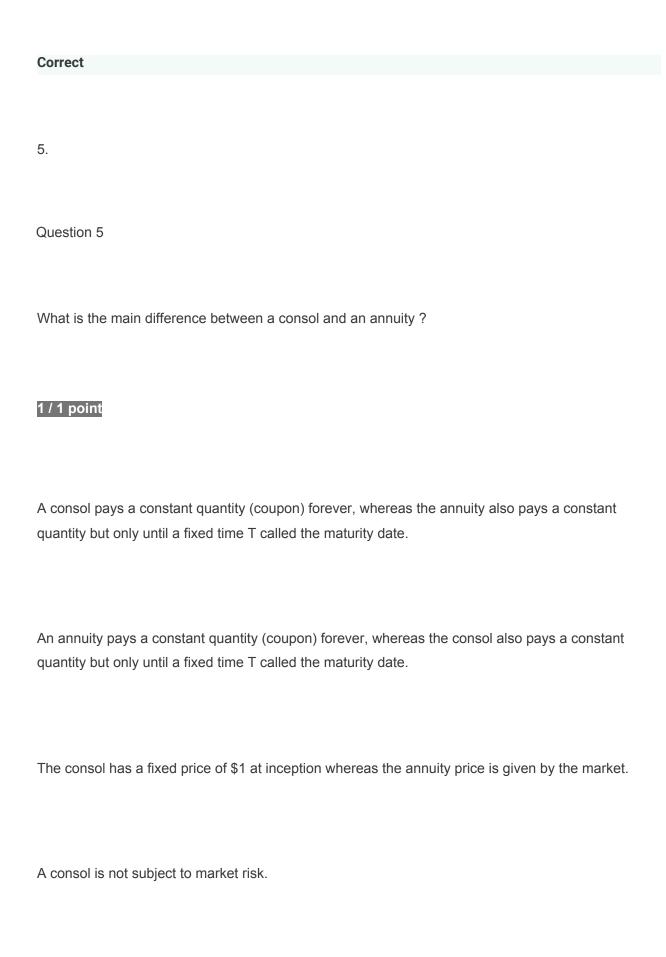
esson #8 Quiz Graded Quiz • 30 min Due Nov 23, 4:59 PM +09 Congratulations! You passed!
TO PASS 80% or higher
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Lesson #8 Quiz
LATEST SUBMISSION GRADE
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1. Question 1 Which of the following describes current short term interest rates? 1/1 point They are approximately equal to zero They are very high
They are strongly negative
They are changing for the first time in the last 100 years
Correct
2.
Question 2

What is the Federal Funds Rate and how long does it take to mature?
1 / 1 point
The shortest term interest rate in the federal government, which takes one month to mature.
The longest term interest rate in the federal government, which takes one year to mature.
The shortest term interest rate in the federal government, which takes one hour to mature.
The shortest term interest rate in the federal government, which takes one day to mature.
Correct
Confect
3.
Question 3







Correct
6.
Question 6
The forward rate is:
1 / 1 point
The expected rate (yield) on a bond several months or years from now.
The (inflation-adjusted) rate on a bond.
Equal to the yield to maturity of the bond.
Equal to the nominal rate of the bond.

Correct
Forward rates are interest rates that can be taken in advance using term structure.
7.
Question 7
The real interest rate is calculated by:
1 / 1 point
Subtracting the nominal interest rate from the inflation rate.
Adding the inflation rate and the nominal interest rate.
Adding the nominal interest rate and the yield to maturity.

Subtracting the inflation rate from the nominal interest rate.
Correct
8.
Question 8
Irving Fisher's Debt Deflation Theory starts from the observation that:
1 / 1 point
Deffective have a classical the control of the state of t
Deflation has no impact on the real wealth of creditors.
Deflation redistributed real wealth from creditors to debtors.
Deflation has no impact on the real wealth of debtors.

Deflation redistributed real wealth from debtors to creditors.
Correct
Deflation raises the level of debt in real terms, shifting wealth to creditors.