

Quiz (chapter 10)

Due Feb 6 at 11:59pm**Points** 14**Questions** 14**Available** Feb 4 at 12am - Feb 6 at 11:59pm 3 days**Time Limit** 30 Minutes

Instructions

This quiz covers material from chapter 10.

The time limit is 30 minutes.

This quiz was locked Feb 6 at 11:59pm.

Attempt History

	Attempt	Time	Score
LATEST	Attempt 1	14 minutes	13 out of 14

Score for this quiz: **13** out of 14

Submitted Feb 4 at 9:11am

This attempt took 14 minutes.

Question 1

0 / 1 pts

Which of the following is a way to compute GDP?

- ☐ total income earned.
- ☐ total expenditures on final goods.
- ☒ add up the market values of all final goods and services.
- ☐ All of the above are correct.

You Answered

Correct Answer

Question 2**1 / 1 pts**

In computing GDP, market prices are used to value final goods and services because

- ☐ market prices do not change much over time, so it is easy to make comparisons between years.
- ☒ market prices reflect the values of goods and services.
- ☐ market prices reflect the quantity sold.
- ☐ None of the above is correct; market prices are not used in computing GDP.

Correct!**Question 3****1 / 1 pts**

Which of the following transactions is *not* included in GDP?

- ☐ oranges sold to households by a grocer.
- ☐ orange juice sold by a restaurant to its diners.
- ☒ oranges sold by a farmer to a grocery store.
- ☐ All of the above are included in GDP.

Correct!**Question 4****1 / 1 pts**

GDP is equal to

- ☐ the market value of all final goods and services produced within a country in a given period of time.
- ☐ Y .
- ☐ $C + I + G + NX$.
- ☒ All of the above are correct.

Correct!

Question 5

1 / 1 pts

Which of the following is included in the consumption component of GDP?

- ☐ household purchases of appliances.
- ☐ household purchases of medical care.
- ☐ household purchases of food.
- ☒ All of the above are included in the consumption component of GDP.

Correct!

Question 6

1 / 1 pts

Consumer goods that are produced, go into inventory, and are not sold during the current period are

Correct!

- ☐ counted as intermediate goods and so are not included in current period GDP.
- ☐ counted in current period GDP only if the firm that produced them sells them to another firm.
- ☒ included in current period GDP as inventory investment.
- ☐ included in current period GDP as consumption.

Question 7**1 / 1 pts**

Social Security payments are

- ☐ included in GDP because they represent current income.
- ☐ included in GDP because they represent potential consumption.
- ☐ excluded from GDP because they are not private pensions.
- ☒ excluded from GDP because they do not reflect the economy's production.

Correct!**Question 8****1 / 1 pts**

In the economy of Talikastan in 2015, consumption was \$3000, exports were \$1200, GDP was \$8000, government purchases were \$1200, and imports were \$600. What was Talikastan's investment in 2015?

Correct!☒ \$3200☐ \$5600☐ \$2000☐ \$4400**Question 9****1 / 1 pts**

In the economy of Talikastan in 2015, consumption was \$5300, GDP was \$8800, government purchases were \$1800, imports were \$600, and investment was \$2000. What were Talikastan's exports in 2015?

☐ -\$900☐ -\$600☐ \$200**Correct!**☒ \$300**Question 10****1 / 1 pts*****Table 23-10***

A hypothetical country of Lahland produces only movies and popcorn. Quantities and prices of these goods for the last several years are shown below. The base year is 2015 .

Prices and Quantities

Year	Price of Movies	Quantity of Movies	Price of Popcorn	Quantity of Popcorn
------	-----------------	--------------------	------------------	---------------------

2014	\$10.00	500	\$5	1000
2015	\$11.00	600	\$4	900
2016	\$12.00	650	\$5	950
2017	\$12.00	625	\$6	925

Refer to Table 23-10. In which year was this country's real GDP highest?

☐ 2014

☐ 2015

☒ 2016

☐ 2017

Correct!

Question 11

1 / 1 pts

Table 23-10

A hypothetical country of Lahland produces only movies and popcorn. Quantities and prices of these goods for the last several years are shown below. The base year is 2015 .

Prices and Quantities

Year	Price of Movies	Quantity of Movies	Price of Popcorn	Quantity of Popcorn
2014	\$10.00	500	\$5	1000
2015	\$11.00	600	\$4	900
2016	\$12.00	650	\$5	950
2017	\$12.00	625	\$6	925

Refer to Table 23-10. What was this country's nominal GDP in 2014?

Correct!

- ☐ \$9,500
- ☒ \$10,000
- ☐ \$10,200
- ☐ \$10,500

Question 12

1 / 1 pts

Table 23-10

A hypothetical country of Lahland produces only movies and popcorn. Quantities and prices of these goods for the last several years are shown below. The base year is 2015 .

Prices and Quantities

Year	Price of Movies	Quantity of Movies	Price of Popcorn	Quantity of Popcorn
2014	\$10.00	500	\$5	1000
2015	\$11.00	600	\$4	900
2016	\$12.00	650	\$5	950
2017	\$12.00	625	\$6	925

Refer to Table 23-10. What was this country's real GDP in 2016?

- ☐ \$10,575
- ☐ \$11,250

Correct!
☒ \$10,950

☐ \$12,550
Question 13**1 / 1 pts*****Table 23-10***

A hypothetical country of Lahland produces only movies and popcorn. Quantities and prices of these goods for the last several years are shown below. The base year is 2015 .

Prices and Quantities

Year	Price of Movies	Quantity of Movies	Price of Popcorn	Quantity of Popcorn
2014	\$10.00	500	\$5	1000
2015	\$11.00	600	\$4	900
2016	\$12.00	650	\$5	950
2017	\$12.00	625	\$6	925

Refer to Table 23-10. What was this country's GDP deflator in 2017?

Correct!
☒ 123.4

☐ 116.7

☐ 120.0

☐ None of the above is correct.

Question 14**1 / 1 pts****Table 23-6**

The table below contains data for the country of Batterland, which produces only waffles and pancakes. The base year is 2013 .

Prices and Quantities

Year	Price of Waffles	Quantity of Waffles	Price of Pancakes	Quantity of Pancakes
2010	\$2.00	80	\$1.00	100
2011	\$2.00	100	\$2.00	120
2012	\$2.00	120	\$3.00	150
2013	\$4.00	150	\$3.00	200

Refer to Table 23-6. This country's inflation rate from 2010 to 2011 was

- ☐ 1.38%.
- ☒ 38.20%.
- ☐ 138.20%.
- ☐ 41.90.

Correct!**Quiz Score: 13 out of 14**