

Quiz (chapter 12)

Due Feb 13 at 11:59pm**Points** 13**Questions** 13**Available** Feb 11 at 12am - Feb 13 at 11:59pm 3 days**Time Limit** 30 Minutes

Instructions

This quiz covers material from chapter 12.

The time limit is 30 minutes.

This quiz was locked Feb 13 at 11:59pm.

Attempt History

	Attempt	Time	Score
LATEST	Attempt 1	13 minutes	12 out of 13

Score for this quiz: **12** out of 13

Submitted Feb 11 at 7:32am

This attempt took 13 minutes.

Question 1

1 / 1 pts

Productivity is the amount of goods and services

- ☐ an economy produces. It is not linked to a nation's economic policies.
- ☐ an economy produces. It is linked to a nation's economic policies.
- ☐ produced for each hour of a worker's time. It is not linked to a nation's economic policies.

Correct!

produced for each hour of a worker's time. It is linked to a nation's economic policies.

Question 2**0 / 1 pts**

A nation's standard of living is determined by

You Answered

the percentage of its GDP that is accounted for by government purchases.



the quantity of natural resources with which it is endowed.

Correct Answer

the productivity of its workers.



factors and events that are beyond the nation's control.

Question 3**1 / 1 pts**

Industrial machinery is an example of



a factor of production that in the past was an output from the production process.



physical capital.



something that influences productivity.

Correct!

All of the above are correct.

Question 4**1 / 1 pts**

Which of the following is an example of human capital?

- ☐ the comfortable chair in your dorm room where you read economics texts
- ☐ the amount you get paid each week to work at the library
- ☒ the things you have learned this semester
- ☐ any capital goods that require a human to be present to operate

Correct!**Question 5****1 / 1 pts**

Which of the following is an example of human capital?

- ☐ textbooks
- ☐ hand held power tools
- ☒ knowing how to repair cars
- ☐ All of the above are correct.

Correct!**Question 6****1 / 1 pts**

Natural resources

Correct!

- ☐ are inputs provided by nature.
- ☐ include land, rivers, and mineral deposits.
- ☐ take two forms: renewable and nonrenewable.
- ☒ All of the above are correct.

Question 7**1 / 1 pts**

Technological knowledge refers to

Correct!

- ☐ human capital.
- ☒ available information on how to produce things.
- ☐ resources expended transmitting society's understanding to the labor force.
- ☐ All of the above are technological knowledge.

Question 8**1 / 1 pts**

The catch-up effect refers to the idea that

Correct!

- ☐ saving will always catch-up with investment spending.
- ☒ it is easier for a country to grow fast and so catch-up if it starts out relatively poor.

- ☐ population eventually catches-up with increased output.
- ☐ if investment spending is low, increased saving will help investment to "catch-up."

Question 9**1 / 1 pts**

If there are diminishing returns to capital, then

- ☐ capital produces fewer goods as it ages.
- ☐ old ideas are not as useful as new ones.
- ☐ increases in the capital stock eventually decrease output.
- ☒ increases in the capital stock increase output by ever smaller amounts.

Correct!**Question 10****1 / 1 pts**

All else equal, if there are diminishing returns, then which of the following is true if a country increases its capital by one unit?

- ☐ Output will rise by more than it did when the previous unit was added.
- ☒ Output will rise but by less than it did when the previous unit was added.
- ☐ Output will fall by more than it did when the previous unit was added.
- ☐ Output will fall but by less than it did when the previous unit was added.

Correct!

Question 11**1 / 1 pts**

The slope of the production function with capital per worker on the horizontal axis and output per worker on the vertical axis

Correct!

- ☐ is positive and gets steeper as capital per worker rises.
- ☒ is positive and gets flatter as capital per worker rises.
- ☐ is negative and gets steeper as capital per worker rises.
- ☐ is negative and gets flatter as capital per worker rises.

Question 12**1 / 1 pts**

In the long run, an increase in the saving rate

Correct!

- ☐ doesn't change the level of productivity or income.
- ☒ raises the levels of both productivity and income.
- ☐ raises the level of productivity but not the level of income.
- ☐ raises the level of income but not the level of productivity.

Question 13**1 / 1 pts**

Investment from abroad



is a way for poor countries to learn the state-of-the-art technologies developed and used in richer countries.



is viewed by economists as a way to increase growth.



often requires removing restrictions that governments have imposed on foreign ownership of domestic capital.

Correct!



All of the above are correct.

Quiz Score: **12** out of 13