

Time left 1:23:40

Question 51

Not yet answered

Marked out of 1.00

In large shopping areas, the retail market is most illustrative of:

Select one:

- ☐ a. monopolistic competition.
- ☐ b. monopoly.
- ☐ c. perfect competition.
- ☐ d. perfect oligopoly.

Question 52

Not yet answered

Marked out of 1.00

Which of the following exemplifies the outlet bias in the computation of the CPI?

Select one:

- ☐ a. Roxanna refuses to shop at factory outlet stores because she says that the layouts of the stores are too chaotic and therefore is too time-consuming.
- ☐ b. Yu-Jen does most of her family's shopping at Costco instead of Safeway because the prices at Costco are more competitive.
- ☐ c. Katie prefers to buy her groceries at Whole Foods because they carry a wide selection of organic produce.
- ☐ d. Diana does her holiday shopping when she travels to China to take advantage of the "great deals" on most items.

Question 53

Not yet answered

Marked out of 1.00

The incorrect presumption that because two events tend to occur together, one must cause the other is the:

Select one:

- ☐ a. confusion of economists.
- ☐ b. blunder of science.
- ☐ c. fallacy of false cause.
- ☐ d. error of inclusion.

Question 54

Not yet answered

Marked out of 1.00

A decrease in the demand facing a monopoly firm would _____ quantity and _____ price. The demand is inelastic.

Select one:

- ☐ a. increase; increase
- ☐ b. increase; decrease
- ☐ c. decrease; increase
- ☐ d. decrease; decrease

Question 55

Not yet answered

Marked out of 1.00

What is the relationship between average household income and standard of living?

Select one:

- ☐ a. There is no relationship. Increasing average income says nothing about income distribution.
- ☐ b. Rising income enables households to acquire more of the goods and services that improve their material standard of living.
- ☐ c. Rising income tends to increase the crime rate and violence, thereby lowering a country's standard of living.
- ☐ d. There is no relationship. Standard of living depends on productivity not household income.

Question 56

Not yet answered

Marked out of 1.00

The slope of the total product curve is:

Select one:

- ☐ a. fixed product.
- ☐ b. average product.
- ☐ c. marginal product.
- ☐ d. implicit product.

Question 57

Not yet answered

Marked out of 1.00

In a competitive market, when price is below the equilibrium price, there will be pressure for the price to:

Select one:

- ☐ a. fall.
- ☐ b. stay the same.
- ☐ c. rise.
- ☐ d. change only if demand and/or supply change.

Question 58

Not yet answered

Marked out of 1.00

Which of the following statements is true?

- I. Small differences in rates of economic growth can lead to large differences in levels of potential output over time.
- II. From the perspective of the rule of 72, small differences in rates of economic growth between two countries will not significantly affect their respective standards of living.
- III. Countries that have higher population growth rates are likely to see higher economic growth rates because increases in population lead to increases in the size of the labor force.

Select one:

- ☐ a. I and III
- ☐ b. II and III
- ☐ c. I only
- ☐ d. II only
- ☐ e. III only