


4 Four students are given the following list of assets.

- a three bedroom house
- banknotes and coins in a purse
- money in a bank savings account
- shares in a public limited company

The students are asked to order the assets from the most liquid to the least liquid and the table shows their choices.

Which student is correct?

	most liquid  least liquid			
<b>A</b>	notes and coins	savings account	shares	house
<b>B</b>	notes and coins	savings account	house	shares
<b>C</b>	notes and coins	shares	savings account	house
<b>D</b>	savings account	notes and coins	shares	house

5 How would an economist establish the market demand curve for a private good?

- A** by adding consumer surplus to total expenditure
- B** by combining individual demand curves horizontally
- C** by combining the price elasticity of individual demands
- D** by multiplying price by quantity demanded