

- 4 A person who has bought a DVD player using a credit card does not have to settle the account until 56 days after making the purchase.

What function of money is illustrated by this delay in settlement?

- A medium of exchange
 - B standard of deferred payment
 - C store of value
 - D unit of account
- 5 When will the demand curve for motorcycles shift to the left?
- A when the price of cars falls
 - B when the price of motorcycles falls
 - C when the tax on motorcycles rises
 - D when the price of public transport rises
- 6 There are three firms, X, Y and Z, supplying a market. The table shows their supply at four different prices.

price (\$)	firm X's supply	firm Y's supply	firm Z's supply
70	60	60	30
80	65	70	65
90	75	80	95
100	80	90	130

Which price change is required for market supply to halve?

- A \$90 to \$70
 - B \$90 to \$80
 - C \$100 to \$70
 - D \$100 to \$90
- 7 A government wishes to impose a tax on a good so that the producer and not the consumer pays most of the tax.

Which type of elasticity would it be best for the good to have to achieve this aim?

- A high price elasticity of demand
- B low price elasticity of demand
- C totally inelastic price elasticity of demand
- D unitary price elasticity of demand