THE CORE-BITCOIN DIPLOMA 2024 CHAPTER 3 QUIZZES (COHORT 5)

* Indicates required question

1. **What did ancient civilizations use as currency before coins and paper bills?**   * 1 point

   Mark only one oval.

   ◯ Digital money

   ◯ Precious metals like gold

   ◯ Credit cards

   ◯ Bank notes

2. **In the barter system, what is necessary for trade to occur?** *   1 point

   Mark only one oval.

   ◯ One person must have more money

   ◯ A contract

   ◯ Banks must be involved

   ◯ Double coincidence of wants

3. **What form of currency replaced bartering in many civilizations** *   1 point

Mark only one oval.

- Paper money
- Digital currency
- Commodity money
- Bitcoin

4. **What metal was used to create the first coins in Lydia?** *   1 point

Mark only one oval.

- Electrum (a gold/silver alloy)
- Iron
- Copper
- Zinc

5. **What was the main problem with using metal coins for trade?** *   1 point

Mark only one oval.

- They were too valuable
- They weren't accepted everywhere
- They were too small
- They were heavy and inconvenient to carry

6. **What was one of the problems people faced with the introduction of fiat currency?** * 1 point

Mark only one oval.

- ◯ It couldn't be exchanged
- ◯ Its value became unstable
- ◯ It was too heavy
- ◯ It wasn't recognized internationally

7. **What caused stagnated real wages and rising prices in modern times?** * 1 point

Mark only one oval.

- ◯ Abuse of centralization and fiat currency
- ◯ Use of gold
- ◯ Digital money
- ◯ Return to the gold standard

8. **What is one major difference between commodity money and fiat money?** * 1 point

Mark only one oval.

- ◯ Fiat money is made of metal
- ◯ Commodity money can be printed
- ◯ Fiat money is heavier
- ◯ Commodity money is backed by physical assets like gold

9. **What is the main reason people adopted metal coins over bartering?** *   1 point

Mark only one oval.

◯ They were more decorative

◯ They could be stored easily

◯ They were more efficient and portable

◯ They had no value

10. **What role do central banks play in modern economies?** *   1 point

Mark only one oval.

◯ They issue fiat currencies

◯ They mine gold

◯ They exchange coins for goods

◯ They trade livestock