



# Core Concept Cards

## Econ Review Quiz

Name: \_\_\_\_\_ Date: \_\_\_\_\_

1. The U.S. economy is referred to as a:

- A. market economy
- B. traditional economy
- C. command economy
- D. none of the above

2. Costs and benefits are an important component of:

- A. the labor force
- B. assets
- C. the economic way of thinking
- D. factors of production

3. Comparative advantage is related to:

- A. dividends
- B. trade
- C. time value of money
- D. insurance

4. Productivity is NOT related to:

- A. business cycle
- B. revenue
- C. Gross Domestic Product
- D. reserve requirements

5. Which one is NOT a goal of monetary policy?

- A. reasonable rates of economic growth
- B. low taxation levels
- C. full employment
- D. price stability

**6. Banks have reserve requirements so that:**

- A. they can increase profits
- B. they have enough money on hand for customers
- C. they can increase productivity
- D. all of the above

**7. The equilibrium price refers to:**

- A. the consumer price index
- B. supply and demand
- C. the money supply
- D. time value of money

**8. A tariff on an imported good or service can:**

- A. cause a recession
- B. decrease trade
- C. lower the discount rate
- D. increase trade

**9. To be counted as part of the labor force, you must be 21 or older.**

- True
- False

**10. Open Market Operations can affect the money supply.**

- True
- False