

HW4

Answer Section

MULTIPLE CHOICE

1. ANS: D PTS: 1 DIF: 2 REF: 25-1
 NAT: Analytic LOC: Productivity and growth TOP: Economic growth
 MSC: Definitional
2. ANS: D PTS: 1 DIF: 2 REF: 25-1
 NAT: Analytic LOC: Productivity and growth TOP: Economic growth
 MSC: Applicative
3. ANS: A PTS: 1 DIF: 1 REF: 25-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Physical capital MSC: Definitional
4. ANS: D PTS: 1 DIF: 1 REF: 25-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Human capital MSC: Definitional
5. ANS: D PTS: 1 DIF: 2 REF: 25-2
 NAT: Analytic LOC: Productivity and growth TOP: Productivity | Standard of living
 MSC: Interpretive
6. ANS: B PTS: 1 DIF: 2 REF: 25-3
 NAT: Analytic LOC: Productivity and growth
 TOP: Production function | Diminishing returns MSC: Interpretive
7. ANS: B PTS: 1 DIF: 1 REF: 25-3
 NAT: Analytic LOC: Productivity and growth TOP: Catch-up effect
 MSC: Definitional
8. ANS: B PTS: 1 DIF: 2 REF: 25-3
 NAT: Analytic LOC: Productivity and growth TOP: Diminishing returns
 MSC: Applicative
9. ANS: C PTS: 1 DIF: 2 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Financial markets | Bonds MSC: Interpretive
10. ANS: B PTS: 1 DIF: 1 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Bonds MSC: Definitional
11. ANS: A PTS: 1 DIF: 1 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Stock indexes MSC: Definitional
12. ANS: D PTS: 1 DIF: 1 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Stock MSC: Interpretive
13. ANS: A PTS: 1 DIF: 1 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Financial intermediaries MSC: Definitional
14. ANS: C PTS: 1 DIF: 1 REF: 26-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Diversification MSC: Interpretive

15. ANS: D PTS: 1 DIF: 1 REF: 26-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Private saving MSC: Definitional
16. ANS: D PTS: 1 DIF: 1 REF: 26-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Gross domestic product MSC: Interpretive
17. ANS: C PTS: 1 DIF: 3 REF: 26-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Private saving | Gross domestic product MSC: Applicative
18. ANS: D PTS: 1 DIF: 1 REF: 26-2
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Budget surpluses MSC: Definitional
19. ANS: D PTS: 1 DIF: 2 REF: 26-3
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Market for loanable funds MSC: Interpretive
20. ANS: B PTS: 1 DIF: 1 REF: 26-3
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Nominal interest rate | Real interest rate MSC: Definitional
21. ANS: A PTS: 1 DIF: 2 REF: 26-3
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Taxes | Interest rates | Market for loanable funds MSC: Applicative
22. ANS: A PTS: 1 DIF: 2 REF: 26-3
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Equilibrium | Market for loanable funds MSC: Analytical
23. ANS: B PTS: 1 DIF: 1 REF: 26-3
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Market for loanable funds MSC: Interpretive
24. ANS: B PTS: 1 DIF: 1 REF: 28-0
 NAT: Analytic LOC: Unemployment and inflation TOP: Natural rate of unemployment
 MSC: Definitional
25. ANS: B PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Bureau of Labor Statistics | Labor force MSC: Interpretive
26. ANS: B PTS: 1 DIF: 1 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation TOP: Unemployment rate
 MSC: Definitional
27. ANS: C PTS: 1 DIF: 1 REF: 28-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Labor-force participation rate MSC: Definitional
28. ANS: C PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation
 TOP: Unemployment rate | Labor-force participation rate MSC: Interpretive
29. ANS: D PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation
 TOP: Unemployment rate | Labor-force participation rate MSC: Interpretive
30. ANS: C PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation TOP: Unemployment rate
 MSC: Interpretive

31. ANS: B PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation TOP: Natural rate of unemployment
 MSC: Interpretive
32. ANS: B PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Labor-force participation rate MSC: Interpretive
33. ANS: D PTS: 1 DIF: 1 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation TOP: Frictional unemployment
 MSC: Definitional
34. ANS: B PTS: 1 DIF: 2 REF: 28-1
 NAT: Analytic LOC: Unemployment and inflation TOP: Structural unemployment
 MSC: Interpretive
35. ANS: D PTS: 1 DIF: 2 REF: 28-5
 NAT: Analytic LOC: Labor markets
 TOP: Minimum wage | Unions | Efficiency wages MSC: Interpretive
36. ANS: D PTS: 1 DIF: 2 REF: 28-5
 NAT: Analytic LOC: Labor markets TOP: Efficiency wages | Worker quality
 MSC: Applicative
37. ANS: A PTS: 1 DIF: 1 REF: 29-1
 NAT: Analytic LOC: The role of money TOP: Intrinsic value
 MSC: Definitional
38. ANS: A PTS: 1 DIF: 1 REF: 29-2
 NAT: Analytic LOC: Monetary and fiscal policy TOP: Inflation | Unemployment
 MSC: Definitional
39. ANS: A PTS: 1 DIF: 2 REF: 29-3
 NAT: Analytic LOC: The study of economics and definitions in economics
 TOP: Banks MSC: Interpretive
40. ANS: C PTS: 1 DIF: 1 REF: 29-3
 NAT: Analytic LOC: Monetary and fiscal policy TOP: Banks | T-accounts
 MSC: Definitional
41. ANS: B PTS: 1 DIF: 2 REF: 29-3
 NAT: Analytic LOC: Monetary and fiscal policy
 TOP: Money supply | Discount rate | Reserve requirements MSC: Definitional
42. ANS: D PTS: 1 DIF: 1 REF: 29-3
 NAT: Analytic LOC: Monetary and fiscal policy TOP: Banks | Reserves
 MSC: Definitional
43. ANS: D PTS: 1 DIF: 3 REF: 29-3
 NAT: Analytic LOC: Monetary and fiscal policy
 TOP: Federal funds rate | Open-market operations MSC: Analytical
44. ANS: B PTS: 1 DIF: 1 REF: 29-3
 NAT: Analytic LOC: Monetary and fiscal policy TOP: Open-market operations
 MSC: Definitional