

Exam 01 - ECON 2301-05 - Friday, October 1st**Answer Section**

1. ANS: B PTS: 1 DIF: 2 REF: 5-1
 NAT: Analytic LOC: Elasticity TOP: Inelastic demand
 MSC: Definitional
2. ANS: A PTS: 1 DIF: 2 REF: 6-2
 NAT: Analytic LOC: Supply and demand TOP: Tax incidence | Elasticity
 MSC: Interpretive
3. ANS: B PTS: 1 DIF: 2 REF: 4-4
 NAT: Analytic LOC: Equilibrium TOP: Shortages MSC: Applicative
4. ANS: B PTS: 1 DIF: 2 REF: 7-2
 NAT: Analytic LOC: Supply and demand TOP: Producer surplus
 MSC: Applicative
5. ANS: C PTS: 1 DIF: 1 REF: 4-4
 NAT: Analytic LOC: Equilibrium TOP: Equilibrium MSC: Definitional
6. ANS: C PTS: 1 DIF: 1 REF: 1-1
 NAT: Analytic LOC: Scarcity, tradeoffs, and opportunity cost
 TOP: Opportunity cost MSC: Definitional
7. ANS: B PTS: 1 DIF: 2 REF: 4-3
 NAT: Analytic LOC: Supply and demand TOP: Supply curve
 MSC: Interpretive
8. ANS: D PTS: 1 DIF: 2 REF: 7-3
 NAT: Analytic LOC: Supply and demand TOP: Total surplus
 MSC: Interpretive
9. ANS: B PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Inferior goods
 MSC: Applicative
10. ANS: D PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Demand curve
 MSC: Interpretive
11. ANS: D PTS: 1 DIF: 2 REF: 6-1
 NAT: Analytic LOC: Supply and demand TOP: Price floors | Efficiency
 MSC: Interpretive
12. ANS: A PTS: 1 DIF: 2 REF: 6-1
 NAT: Analytic LOC: Supply and demand TOP: Price floors
 MSC: Applicative
13. ANS: C PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Demand curve
 MSC: Interpretive
14. ANS: A PTS: 1 DIF: 2 REF: 5-1
 NAT: Analytic LOC: Elasticity TOP: Price elasticity of demand
 MSC: Interpretive
15. ANS: D PTS: 1 DIF: 1 REF: 1-1
 NAT: Analytic LOC: Efficiency and equity TOP: Efficiency
 MSC: Interpretive

16. ANS: B PTS: 1 DIF: 2 REF: 5-1
 NAT: Analytic LOC: Elasticity TOP: Total revenue | Price elasticity of demand
 MSC: Applicative
17. ANS: D PTS: 1 DIF: 2 REF: 7-2
 NAT: Analytic LOC: Supply and demand TOP: Producer surplus
 MSC: Definitional
18. ANS: C PTS: 1 DIF: 2 REF: 6-1
 NAT: Analytic LOC: Supply and demand TOP: Price ceilings | Shortages
 MSC: Interpretive
19. ANS: D PTS: 1 DIF: 1 REF: 6-1
 NAT: Analytic LOC: Labor markets TOP: Minimum wage
 MSC: Definitional
20. ANS: A PTS: 1 DIF: 2 REF: 3-2
 NAT: Analytic LOC: Gains from trade, specialization and trade
 TOP: Comparative advantage MSC: Applicative
21. ANS: A PTS: 1 DIF: 3 REF: 3-2
 NAT: Analytic LOC: Gains from trade, specialization and trade
 TOP: Trade MSC: Analytical
22. ANS: B PTS: 1 DIF: 2 REF: 2-1
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Production possibilities frontier MSC: Interpretive
23. ANS: C PTS: 1 DIF: 2 REF: 6-2
 NAT: Analytic LOC: Supply and demand TOP: Taxes
 MSC: Interpretive
24. ANS: B PTS: 1 DIF: 2 REF: 6-1
 NAT: Analytic LOC: Supply and demand TOP: Price floors
 MSC: Interpretive
25. ANS: A PTS: 1 DIF: 3 REF: 6-2
 NAT: Analytic LOC: Supply and demand TOP: Taxes
 MSC: Analytical
26. ANS: D PTS: 1 DIF: 2 REF: 5-1
 NAT: Analytic LOC: Elasticity TOP: Total revenue | Price elasticity of demand
 MSC: Applicative
27. ANS: B PTS: 1 DIF: 1 REF: 5-1
 NAT: Analytic LOC: Elasticity TOP: Price elasticity of demand
 MSC: Interpretive
28. ANS: B PTS: 1 DIF: 1 REF: 7-1
 NAT: Analytic LOC: Supply and demand TOP: Consumer surplus
 MSC: Interpretive
29. ANS: B PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Demand schedule
 MSC: Interpretive
30. ANS: B PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Complements
 MSC: Interpretive
31. ANS: D PTS: 1 DIF: 1 REF: 1-1
 NAT: Analytic LOC: Scarcity, tradeoffs, and opportunity cost
 TOP: Tradeoffs MSC: Applicative

32. ANS: A PTS: 1 DIF: 2 REF: 7-1
 NAT: Analytic LOC: Supply and demand TOP: Willingness to pay
 MSC: Applicative
33. ANS: A PTS: 1 DIF: 3 REF: 3-1
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Production MSC: Analytical
34. ANS: D PTS: 1 DIF: 1 REF: 2-1
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Production possibilities frontier MSC: Definitional
35. ANS: C PTS: 1 DIF: 2 REF: 4-2
 NAT: Analytic LOC: Supply and demand TOP: Demand curve
 MSC: Interpretive
36. ANS: B PTS: 1 DIF: 2 REF: 3-2
 NAT: Analytic LOC: Gains from trade, specialization and trade
 TOP: Gains from trade MSC: Interpretive
37. ANS: D PTS: 1 DIF: 2 REF: 2-1
 NAT: Analytic LOC: Understanding and applying economic models
 TOP: Production possibilities frontier MSC: Applicative
38. ANS: C PTS: 1 DIF: 2 REF: 2-1
 NAT: Analytic LOC: Scarcity, tradeoffs, and opportunity cost
 TOP: Opportunity cost MSC: Interpretive