CALIFORNIA ECONOMICS · UNIT 2 · 5 QUESTIONS

Macroeconomics and the Global Economy — Practice Test

This practice test was made by AI and there may be mistakes. If a question or answer looks wrong, use the Flag a mistake button to let Brett know so he can fix it.

1 **Navy blue jacket hanging on a wooden hanger on a rack in a clothing store. Money serves as a store of value when it is used to**



A Save for later

B Buy goods and services

C Measure value

D Pay interest

Understand It with Pulse | Flag a mistake

2 **Money serves as a medium of exchange when it is used to**

- A Buy goods and services
- B Pay interest
- C Save for later
- D Measure value

Understand It with Pulse | Flag a mistake

3 **Intermediate goods, such as steel bought to make cars, are left out of GDP in order to avoid**

- A Trade deficits
- B Inflation
- C Unemployment
- D Double counting

Understand It with Pulse | Flag a mistake

4 **A discouraged worker who has stopped looking for a job is counted in the official unemployment figures as**

- **A** Unemployed
- **B** Not in the labor force
- **C** Frictionally unemployed
- **D** Employed part time

Understand It with Pulse **Flag a mistake**

5 **Rising prices together with falling output is called**

- **A** Expansion
- **B** Deflation
- **C** Appreciation
- **D** Stagflation

Understand It with Pulse **Flag a mistake**

ANSWER KEY

1. A
2. A
3. D
4. B
5. D

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