DELAWARE ECONOMICS · UNIT 2 · 10 QUESTIONS

Macroeconomics — 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 **Which term is defined as follows: the price of borrowing money?**



A gross domestic product

B inflation

C interest rate

D unemployment rate

Understand It with Pulse | Flag a mistake

2 **Which of the following is an example of interest rate?**

A all cars and services produced in a year

B prices rising five percent in a year

C six percent of workers seeking jobs

D five percent on a loan

Understand It with Pulse | Flag a mistake

3 **Which statement best describes interest rate?**

A higher interest rates discourage borrowing

B GDP measures production within a country's borders

C inflation reduces the purchasing power of money

D the unemployment rate counts only active job seekers

Understand It with Pulse | Flag a mistake

4 **Which term is defined as follows: the price of one currency in terms of another?**



A gross domestic product

B inflation

C unemployment rate

D exchange rate

Understand It with Pulse | Flag a mistake

5 **Which of the following is an example of exchange rate?**

A dollars per euro

B all cars and services produced in a year

C prices rising five percent in a year

D six percent of workers seeking jobs

Understand It with Pulse | Flag a mistake

6 **Which statement best describes exchange rate?**

A GDP measures production within a country's borders

B exchange rates affect trade and travel

C inflation reduces the purchasing power of money

D the unemployment rate counts only active job seekers

Understand It with Pulse | Flag a mistake

7 **Which term is defined as follows: imports exceeding exports in value?**

A trade deficit

B gross domestic product

C inflation

D unemployment rate

Understand It with Pulse | Flag a mistake

8 **Which of the following is an example of trade deficit?**

A all cars and services produced in a year

B buying more from abroad than selling

C prices rising five percent in a year

D six percent of workers seeking jobs

Understand It with Pulse | Flag a mistake

9 **Which statement best describes trade deficit?**

A GDP measures production within a country's borders

B inflation reduces the purchasing power of money

C a trade deficit is financed by capital inflows

D the unemployment rate counts only active job seekers

Understand It with Pulse | Flag a mistake

10 **Which term is defined as follows: total spending in an economy?**

A gross domestic product

B aggregate demand

C inflation

D unemployment rate

Understand It with Pulse | Flag a mistake

ANSWER KEY

1. C
2. D
3. A
4. D
5. A
6. B
7. A
8. B
9. C
10. B

© 2026 Brett Robbins. All Rights Reserved.