

ECON132
Online Quiz Ch26

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Suppose total output (real GDP) is \$4000 and labor productivity is \$8. We can conclude that:

Select one:

- a. real GDP per capita must be \$500.
- b. the price-level index must be greater than 100.
- c. nominal GDP must be \$500. ✘
- d. the number of worker-hours must be 500.

The correct answer is: the number of worker-hours must be 500.

Which of the following is not a supply factor in economic growth?

Select one:

- a. aggregate expenditures of households, businesses, and government ✓
- b. technological advance
- c. the stock of capital
- d. the size and quality of the labor force

The correct answer is: aggregate expenditures of households, businesses, and government

Which of the following institutional structures is most likely to promote growth?

Select one:

- a. A tightly regulated market system.
- b. A system of tariffs and other trade barriers to protect domestic companies.
- c. A well-enforced system of patents and copyrights.
- d. All of these. ✘

The correct answer is: A well-enforced system of patents and copyrights.

Suppose that an economy's labor productivity and total worker-hours each grew by 3 percent between year 1 and year 2. We could conclude that this economy's:

Select one:

- a. capital stock increased by 3 percent.
- b. production possibilities curve shifted outward. ✓
- c. real GDP remained constant.
- d. production possibilities curve shifted inward.

The correct answer is: production possibilities curve shifted outward.

Real GDP per capita is found by:

Select one:

- a. dividing real GDP by population. ✓
- b. dividing population by real GDP.
- c. subtracting population from real GDP.
- d. adding real GDP and population.

The correct answer is: dividing real GDP by population.