

Quiz I

Name: _____

1. A tool used to help make sensible economic decisions is:
 - (a) the stock exchange decision table
 - (b) a diamond drill
 - (c) a
 - (d) pure socialism

2. The term "capital resources" refers to:
 - (a) money
 - (b) Federal Reserve Bank
 - (c) capital punishment
 - (d) buildings, tools, equipment

3. The most prevalent type of industrial structure in the United States is:
 - (a) oligopoly
 - (b) free enterprise
 - (c) monopoly
 - (d) pure competition

4. A striking feature of the American economy is:
 - (a) private ownership
 - (b) competition
 - (c) specialization
 - (d) self-interest
 - (e) all of the above

5. The law of increasing costs is:
 - (a) a production possibilities curve
 - (b) the law of supply and demand
 - (c) things cost more in a dynamic economy
 - (e) none of the above

Match:

- | | | |
|--|-------|-------------------|
| 6. That portion of income not spent. | _____ | a. Barter |
| 7. Body of persons authorized to act as an individual, usually in the sense of a stock owned company of limited liability. | _____ | b. Capitalism |
| 8. Amount of goods or services which consumers would be willing and able to purchase at a given price at a given time. | _____ | c. Competition |
| 9. Situation in which a single company controls the market without significant competition. | _____ | d. Corporation |
| 10. Person who undertakes an enterprise with the chances of profit and loss. | _____ | e. Demand |
| | | f. Entrepreneur |
| | | g. Market |
| | | h. Monopoly |
| | | i. Savings |
| | | j. Specialization |
| | | k. Supply |
| | | l. Wage |
| | | m. Wealth |