ECO 122 QUESTION AND ANSWERS

1. Which of these was posited by Keynes in achieving full employment _____
Ans: Reduction in the real wage rate

2. The major determinant of macroeconomic problems is
Ans: Income

3. _____depend on spending decisions made by foreign consumers
Ans: Export

4. A summation of all the values of goods and services produced in a country by the nationals and non-nationals of that country is referred to as _____
Ans: GDP

5. A fall in exchange rate leads to a rise in export which inturn lead to a fall in import and net export function shifts _____
Ans: Upward

6. Price level stability is a _____ goal
Ans: Macroeconomic

7. A book keeping strategy used by government of a country to measure the level of her economic activity in a given time period is referred to as _____
Ans: National income accounting

8. An aggregation of an individual\'s income with disregard of direct taxes is referred to as _____
Ans: Personal income

9. The objectives of macroeconomics includes all except _____
Ans: Individual economic market

10. The quantity of domestic currency that can be exchanged for a unit of foreign currency in order to allow international transactions to take place is referred to as ___
Ans: Exchange rate