

Understanding Your Country's Economy

Macroeconomics · Answer Key · 5 Questions

1. What part of economics studies the economy of a whole country or the world?

- A) Microeconomics
- B) Behavioral Economics
- C) Macroeconomics**
- D) Environmental Economics

2. What is the total value of all goods and services produced in a country in one year called?

- A) Gross Domestic Product**
- B) Gross National Product
- C) Net Income
- D) Consumer Price Index

3. When the general prices of goods and services in an economy increase over time, what is this called?

- A) Deflation
- B) Recession
- C) Inflation**
- D) Stagnation

4. What do people use to buy goods and services in a country?

- A) A coupon
- B) A currency**
- C) A gift card
- D) A discount

5. How does a government usually collect money to pay for public services like roads and schools?

- A) Selling products
- B) Borrowing from other countries
- C) Collecting taxes**
- D) Printing money