Little Explorers of the Economy

Macroeconomics · Answer Key · 12 Questions

1. What do we call it when a country makes lots of things and sells them to other countries?

A) Importing
B) Exporting
C) Trading
D) Borrowing

2. When prices for toys and snacks go up a little bit each year, what is that called?

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

3. What is the main money that people in Australia use to buy things?

A) Yen
B) Dollar
C) Euro
D) Pound

4. When the country's government spends money to build new roads and schools, what is that called?

A) Private Spending
B) Household Spending
C) Government Spending
D) Business Spending

5. What do we call all the new things a country makes and does in one year, like cars and services?

A) Gross Domestic Product (GDP)
B) National Debt
C) Interest Rate
D) Unemployment Rate

6. If lots of people in a country have jobs and can buy things, is the economy usually strong or weak?

A) Weak
B) Strong
C) Average
D) Slow

7. What is it called when a country doesn't have enough money to pay for everything it needs?

A) Budget Surplus
B) Budget Deficit
C) Trade Balance
D) Economic Growth

8. Who is in charge of making sure the country's money is managed safely and keeps its value?

A) The Toy Store Owner
B) The Local Chef
C) The Central Bank
D) The School Principal

9. When many people don't have jobs and are looking for work, what is that called?

A) Full Employment
B) Inflation
C) Unemployment
D) Economic Boom

10. What do countries use to get things they don't make themselves, like special fruits or electronics from other places?

A) Exports
B) Imports
C) Taxes
D) Savings

11. If a country has lots of natural resources like coal or minerals, it can help the country's...

A) Debt
B) Economy
C) Unemployment
D) Inflation

12. When you save some of your pocket money instead of spending it all, it's like a country saving its...

A) Debt
B) Resources
C) Taxes
D) Imports