

Economics Quiz 1 by JustPrintables.co.uk

ROUND 1

ANSWERS

1	Which Scottish philosopher is widely considered the father of modern economics?	<i>Adam Smith</i>
2	What is an economic system where private individuals own businesses and property?	<i>Capitalism</i>
3	What is the economic term for the total value of goods and services produced in a country over a specific time?	<i>Gross Domestic Product (GDP)</i>
4	Name the Canadian economist who served as Bank of England governor from 2013 to 2020?	<i>Mark Carney</i>
5	What is extremely high inflation called?	<i>Hyperinflation</i>
6	What plan was implemented under American president <i>Harry S. Truman</i> to rebuild the economy of Western Europe after World War II?	<i>Marshall Plan</i>
7	What theoretical curve illustrates that a specific, optimal tax rate exists that maximizes government revenue, rather than simply increasing taxes to raise more money?	<i>The Laffer Curve</i>
8	Born in London in 1806, which influential economist and philosopher believed in a moral theory called utilitarianism?	<i>John Stuart Mill</i>
9	What is a limited partnership of investors that uses high-risk strategies to try to achieve high returns?	<i>Hedge fund</i>
10	What is the process of making large amounts of money generated by criminal activity appear to have come from a legitimate source?	<i>Money Laundering</i>
11	What name is given to a collection or grouping of financial assets such as stocks, bonds, and cash equivalents held by an investor?	<i>Portfolio</i>
12	What is the name for a business owned by one person?	<i>Sole trader / Sole proprietorship (US)</i>

13	What are satoshis the smaller units of?	<i>Bitcoin</i>
14	Nick Leeson's fraudulent and speculative trading resulted in the collapse of which bank in 1995?	<i>Barings Bank</i>
15	What is the US central bank called?	The Federal Reserve
16	What name is given to a tax on profits made from selling assets like property or shares?	<i>Capital Gains Tax</i>
17	What is the UK government policy that guarantees the state pension will rise each year by the highest of three measures?	<i>The Triple Lock</i>
18	Fort Knox, best known as the site of the United States Bullion Depository, is in which American state?	<i>Kentucky</i>
19	Which stock market, the second-largest exchange in the world, is headquartered at One Liberty Plaza, New York?	<i>Nasdaq</i>
20	What is the tax called that is paid when buying property in England or Northern Ireland?	<i>Stamp Duty</i>
21	Name the modern founder of macroeconomics, whose most famous work is <i>The General Theory of Employment, Interest and Money</i> ?	<i>John Maynard Keynes</i>
22	What is a specific tool where the central bank buys financial assets (usually government bonds) to push more money into the financial system?	<i>Quantitative Easing</i>
23	What's the illegal practice of trading on the stock exchange to one's own advantage through having access to non-public, confidential information?	Insider Trading
24	What word describes government spending exceeding government revenue?	<i>Budget deficit</i>
25	Which American economist won the 1976 Nobel Prize in Economics?	<i>Milton Friedman</i>