

# Review – Jeopardy

| Gold        | Blue        | Pink        | Purple      |
|-------------|-------------|-------------|-------------|
| <u>100</u>  | <u>100</u>  | <u>100</u>  | <u>100</u>  |
| <u>200</u>  | <u>200</u>  | <u>200</u>  | <u>200</u>  |
| <u>300</u>  | <u>300</u>  | <u>300</u>  | <u>300</u>  |
| <u>400</u>  | <u>400</u>  | <u>400</u>  | <u>400</u>  |
| <u>500</u>  | <u>500</u>  | <u>500</u>  | <u>500</u>  |
| <u>1000</u> | <u>1000</u> | <u>1000</u> | <u>1000</u> |

FINAL JEOPARDY

**100 points (Q)**

**Q: A country's trade balance is reflected in the \_\_\_\_\_ account?**

**A:**

100 points (A)

**A: Current**

Game Board

**200 points (Q)**

**Q: The sale of assets to other countries is reflected in the**



**DOUBLE**

200 points (A)

**A: Financial**

[Game Board](#)

**300 points (Q)**

**Q: A trade deficit implies  
that .....**

**A:**

300 points (A)

**A: imports exceed  
exports**

Game Board

(Q)

**Q:** If U.S. tourists purchase British pounds, the U.S. current account will move toward (deficit or surplus)

A:



400 points (A)

**A: deficit**

Game Board

**500 points (Q)**

**Q If interest rates in the U.S. increase, graph the impact on the U.S. dollar relative to other currencies?**

**A:**

**500 points (A)**

**A: Shift D for U.S.  
dollar to the right**

Game Board

1000 points (Q)

**Q: The current account and the financial account must equal \_\_\_\_\_?**

A:

1000 points (A)

**A: zero**

Game Board

**100 points (Q)**

**Q \_\_\_\_refer to goods shipped to other countries?**

**A:**

**100 points (A)**

**A: exports**

Game Board

**200 points (Q)**

**Q: \_\_\_\_\_refer to goods shipped to the U.S.?**

**A:**



**200 points (A)**

**A: imports**

[Game Board](#)

## 300 points (Q)

**Q: If contractionary monetary policy in the U.S. causes interest rates to rise, graph the impact on the dollar and the yen?**

A:

**DOUBLE**

**300 points (A)**

**A: dollar**

**appreciates and**

**yen depreciates**

Game Board

**400 points (Q)**

**Q: If a nation's currency appreciates, in the short run its net exports will \_\_\_\_\_?**

**A:**

**400 points (A)**

**A: decrease**

Game Board

## 500 points (Q)

**Q:** If U.S. demand for the Japanese yen increases then Japanese imports become more/less expensive for Americans

A:

**500 points (A)**

**A: more**

Game Board

## 1000 points (Q)

**Q: An import tariff will have what effect on the price and quantity for the good**

A:



**1000 points (A)**

**A: price increases  
and quantity  
decreases**

Game Board

**100 points (Q)**

**Q: An increase in U.S. government borrowing will cause the D or S of loanable funds to increase?**

**A:**

**100 points (A)**

**A: Demand will  
increase**

Game Board

**200 points (Q)**

**Q If inflation rises what happens to real interest rates?**



**DOUBLE**

**200 points (A)**

**A: they fall**

Game Board

**300 points (Q)**

**Q: Expansionary monetary policy in the U.S. will most likely cause the value of the dollar to \_\_\_\_\_?**

**A:**

**300 points (A)**

**A: depreciate**

Game Board

**400 points (Q)**

**Q: If expansionary fiscal policies in the U.S. lead to budget deficits, then the U.S. dollar will \_\_\_\_\_?**

**A:**



**400 points (A)**

**A: appreciate (real interest rates will increase)**

Game Board

**500 points (Q)**

**Q: If U.S. dollar appreciates in currency markets, what will be the impact on imports and exports in the U.S.?**

**A:**

**500 points (A)**

**A: imports increase and  
exports decrease**

[Game Board](#)

# 1000 points (Q)

**Q:** If real interest rates in the U.S. increase relative to other countries, what will happen to the supply of loanable funds in other countries?

A:

**1000 points (A)**

**A: supply of loanable funds will increase in other countries**

Game Board

**100 points (Q)**

**Q: If interest rates rise,  
capital inflows will \_\_\_\_.**

**A:**

**100 points (A)**

**A: increase**

Game Board

**200 points (Q)**

**Q: Define a trade deficit?**

A:



**200 points (A)**

**A: exporting less  
than importing**

Game Board

**300 points (Q)**

**Q: Name the two accounts included in Balance of Payments?**

**A:**

**DOUBLE**

**300 points (A)**

**A: current and  
financial**

Game Board

## 400 points (Q)

**Q:** \_\_\_\_\_ account measure the international trade of financial assets like stocks, bonds, and real estate.

**A:**

**400 points (A)**

**A: Financial account**

Game Board

**500 points (Q)**

**Q If a country's current appreciates, net exports will \_\_\_\_\_?**

**A:**

**500 points (A)**

**A: fall**

Game Board

**1000 points (Q)**

**Q: If a country's currency depreciates, net exports will \_\_\_\_\_?**

**A:**



**1000 points (A)**

**A: increase**

Game Board

## 100 points (Q)

**Q: The Federal Reserve should set an inflation target and employ policies to meet the target. This is a \_\_\_\_\_ statement.**

**A:**

**100 points (A)**

**A: normative**

[Game Board](#)

**200 points (Q)**

**Q: The U.S. should require every citizen to purchase health insurance. This is a \_\_\_\_\_ statement.**

**A:**

**200 points (A)**

**A: normative**

Game Board

**300 points (Q)**

**Q: The unemployment rate in Nevada is higher than the unemployment rate in New York. This is a \_\_\_\_\_ statement.**

**A:**

**300 points (A)**

**A: positive**

Game Board

**400 points (Q)**

**Q: Another word for \_\_\_\_\_  
is incremental or  
additional?**

**A:**

**DOUBLE**



**400 points (A)**

**A: marginal**

Game Board

## 500 points (Q)

**Q: \_\_\_\_\_ refers to an incremental adjustment to an existing plan?**

**A:**

**500 points (A)**

**A: marginal change**

Game Board

**1000 points (Q)**

**Q: The \_\_\_\_\_ to study  
for tomorrow's Econ  
exam is \_\_\_\_\_?**

**A:**

**1000 points (A)**

**A: Incentive; good grade**

[Game Board](#)

# FINAL JEOPARDY

**Floating exchange rates allow the value of a currency to fluctuate according to the market. The currency is not manipulated by the \_\_\_\_\_.**