Market Leader: Quiz 4

Vocab: Unit 11

Say whether the following statements are **true** or **false.** Correct the statements that are false

1. The inflation rate is the cost of borrowing money. \_\_\_\_\_\_\_\_
2. Government bureaucracy encourages new businesses. \_\_\_\_\_\_
3. Tax incentives encourage foreign companies to set up new businesses. \_\_\_
4. Usually the higher a country's GDP, the poorer the people are \_\_\_\_\_\_\_\_
5. For many countries, the exchange rate changes every day. \_\_\_\_\_\_\_\_
6. If a country's exports are higher than its imports it has a favourable balance of trade. \_\_\_\_\_\_\_
7. In times of recession unemployment usually decreases. \_\_\_\_\_\_\_
8. A well-skilled labour force in a country, will attract foreign investment. \_\_\_\_\_\_\_\_\_\_

Choose the best answer a, b, c or d to complete the following sentences.

1. Prices are continuing to rise and the \_\_\_\_\_\_\_\_\_\_ rate is now 7.9%.
2. tax b) exchange c) interest d) inflation
3. GDP stands for \_\_\_\_\_\_
4. Good Development Personnel b) Gross Domestic Product

c) Government Detailed Production d) General Daily Priorities

1. Governments offer tax \_\_\_\_\_\_\_\_\_ to foreign companies to attract investment.
2. increases b) inflation c) incentives d) interest
3. When a country's economy is strong, it has a good \_\_\_\_\_\_\_\_\_ of trade.
4. cost b) exchange c) balance d) labour