

3. Microeconomic decision-makers

Starter Quiz · 课前小测

IGCSE Economics

Name: _____ Score: _____

1. Which are functions of money? (Select all that apply.)

- ☐ medium of exchange
- ☐ store of value
- ☐ unit of account
- ☐ source of pollution

Tick every correct option.

2. Saving is best defined as:

- ☐ income that is not spent
- ☐ money borrowed from a bank
- ☐ total income
- ☐ spending on luxuries

3. In a free labour market, wages are determined by:

- ☐ the demand for and supply of labour
- ☐ the government alone
- ☐ the weather
- ☐ the price of oil

4. Limited liability means that, if a company fails, shareholders:

- ☐ can lose only the amount they invested
- ☐ lose their houses too
- ☐ pay all the company's debts personally
- ☐ lose nothing at all

5. Productivity is best defined as:

- ☐ output per worker
- ☐ total output
- ☐ the number of workers
- ☐ total revenue

6. Which is a fixed cost?

- ☐ factory rent

☐ raw materials

☐ electricity used by machines

☐ hourly wages

7. 8 workers produce 240 units a day. What is productivity (units per worker)?

8. A firm sells 300 units at 4 each. What is total revenue?

9. Low-income households tend to spend a larger proportion of their income than high-income households.

☐ True ☐ False

10. Which are non-wage factors affecting job choice? (Select all that apply.)

- ☐ job satisfaction
- ☐ working hours
- ☐ job security
- ☐ the rate of pay

Tick every correct option.

1. **medium of exchange; store of value; unit of account**

Money is a medium of exchange, store of value, unit of account and standard of deferred payment.

2. **income that is not spent**

Saving is the part of income not consumed.

3. **the demand for and supply of labour**

Wages are the price of labour, set by demand and supply.

4. **can lose only the amount they invested**

Their loss is limited to their investment.

5. **output per worker**

Productivity measures efficiency — output per worker (or per machine).

6. **factory rent**

Rent does not change with the level of output — a fixed cost.

7. **30**

$240 / 8 = 30$ units per worker.

8. **1200**

Revenue = price $\times$ quantity = $4 \times 300 = 1200$.

9. **True**

They have little left over to save.

10. **job satisfaction; working hours; job security**

Pay is the wage factor; the others are non-wage factors.