

Name: _____ Date: _____

Use the following to answer question 1:

Table: GDP

Year 2011 (in billions of dollars)	
Consumption spending	865
Rental income	10
Interest	35
Profit	20
Investment spending	15
Wages	29
Government purchases	18
Imports	7
Exports	3

1. (Table: GDP) GDP in the table is:
A) \$94 billion.
B) \$188 billion.
C) \$168 billion.
D) \$139 billion.

Use the following to answer questions 2-4:

Table: The Consumer Price Index

Year	Consumer Price Index
1	80
2 (base year)	100
3	105
4	125
5	150

2. (Table: The Consumer Price Index) The approximate rate of inflation in year 2 is:
A) 10%.
B) 19%.
C) 20%.
D) 25%.

3. (Table: The Consumer Price Index) The approximate rate of inflation in year 5 is:
- A) 5%.
 - B) 10%.
 - C) 19%.
 - D) 20%.
4. (Table: The Consumer Price Index) The approximate rate of inflation in year 3 is:
- A) 5%.
 - B) 10%.
 - C) 19%.
 - D) 20%.

Use the following to answer question 5:

Table: CPI

Product	2008		2012	
	Quantity	Price	Quantity	Price
Bread	2,000	\$1.00	1,500	\$1.50
Laptops	100	2,000.00	150	1,500.00
Movies	50	5.00	40	7.00

5. (Table: CPI) Suppose only three goods are produced in this economy: bread, laptops, and movies. Calculate the CPI of 2012, using 2008 as the base year.
- A) 81.9
 - B) 100
 - C) 75.8
 - D) 95

Use the following to answer question 6:

Table: Calculating GDP

Rent	\$2,400
Consumption spending	7,900
Social Security benefit	6,100
Investment spending	2,100
Wages and salaries	6,500
Exports	800
Interest	1,900
Government purchases of goods and services	2,600
Profits	1,400
Imports	1,200
Purchase of stocks	6,300
Unemployment compensation	3,950
Payroll taxes	2,965
Sales taxes	1,300

6. (Table: Calculating GDP) Using the information in the table provided, which of the following is the correct calculation for GDP?
- A) \$47,475
 - B) \$12,200
 - C) \$21,485
 - D) \$34,085