

Last Name: _____ First Name: _____

Student Number: _____

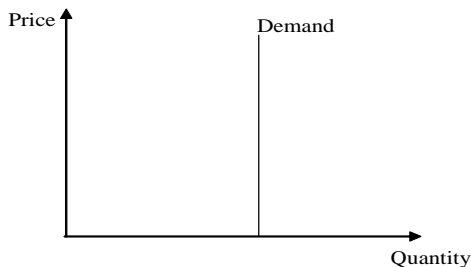
Instructions: Fill in your name and student number as indicated above. Complete all questions in the space provided on the sheet. The exam is out of 12 total points, 1 point for correctly entering your name and student number and 1 point for each question.

Quiz #3

Completion

Complete each sentence or statement.

1. A price _____ may be imposed by the government when it is believed high prices are hurting consumers.
2. A possible reaction to a price ceiling is the emergence of _____ which operate illegally.
3. A(n) _____ results when demand and supply are equated.
4. The supply curve shows a(n) _____ relationship between the price and quantity supplied of that good.
5. Opponents to trade are often brought forth by those who are _____ by free trade.
6. The price of a good will _____ when a price floor is imposed below the market equilibrium price.
7. A(n) _____ tax is applied to a specific good or service.
8. _____ tax are the taxes you incur when you buy a DVD from Target.
9. _____ measures the sensitivity of one variable to a change in another variable.
10. _____ measures the sensitivity of quantity demanded to a change in price.
11. The demand curve in this graph is described as perfectly _____.



Quiz #3
Answer Section

COMPLETION

1. ANS: ceiling
2. ANS: black markets
3. ANS: equilibrium
4. ANS: positive
5. ANS: Hurt
6. ANS: not change
7. ANS: excise
8. ANS: Sales
9. ANS: Elasticity
10. ANS: Price elasticity of demand
11. ANS: inelastic