

Sangam SKM College – Nadi

Year 13

Economics

Worksheet 4

Questions

A. Multiple-Choice

(2 marks)

1. The economic field that applies economic theories and principles to real-world situations with the desired aim of predicting potential outcomes is known as \_\_\_\_\_ economics.
  - A. applied
  - B. classical
  - C. analytical
  - D. descriptive
2. Ensuring stable inflation and maintaining an adequate level of foreign reserves that are important for economic growth is an example of
  - A. assumption.
  - B. economic law.
  - C. policy objective.
  - D. economic models.

B. Short Answers

(6 marks)

- i. Use the information given below to answer the questions that follows

**X** refers to the '**big picture**' study of economics, so looking at concepts like industry, country, or global economic factors.

Source: <http://www.businessdictionary.com/>

- a) Identify concept 'X' from the article above. (1 mark)
- b) State an example of concept 'X' in Fiji. (1 mark)
- ii. Differentiate between **Wishful thinking** and **Generalization**. (2 marks)
- iii. State **one** policy objective of the Fiji government and **explain** how it is achieved. (1 mark)
- iv. List **two** contributions of the following school of thoughts:
  - a. Welfare
  - b. Monetarists (1 mark)

C. Essay writing  
marks)

(10

Write an essay of approximately **180 - 200** words. (½ m – Introduction & ½ m – conclusion)

**“The theorists are a guide in our economic endeavors.”**

Discuss the above statement with reference to:

- Explain the **two** scientific methodologies use to study the economic behavior of mankind. (3 marks)
- **Three** fallacies in economics. (3 marks)
- One economic theorist each from any three school of thoughts with an economic concept developed by each theorist. (3 marks)

