Quiz
August 22, 2006

1. What is the Euro?
   a. A short name for the European Union
   b. The European Union citizenship
   c. The common currency in the European Union.
   d. A European bond

2. Which country circulates U.S. dollar instead of its own currency?
   a. Argentina
   b. Brazil
   c. Ecuador
   d. Peru

3. What is the national currency of China?
   a. Chinese dollar
   b. Won
   c. Yuan or Renminbi
   d. Yen

4. What is the exchange rate arrangement between Canada and the U.S.?
   a. Canadian dollar is worth exactly the same as the U.S. dollar.
   b. The U.S. Federal Reserve and the Canadian central bank set the rate.
   c. The Canadian central bank sets the exchange rate.
   d. Freely determined in the foreign exchange markets

5. What are foreign exchange reserves?
   a. Foreign currencies used in conducting foreign trade.
   b. Foreign assets held by a central bank
   c. Foreign assets held by domestic commercial banks
   d. Foreign assets held by domestic households

6. Which country has the largest foreign exchange reserves?
   a. China
   b. Japan
   c. Switzerland
   d. United States

7. What dominates the largest share in U.S. GNP?
   a. Private consumption
   b. Government consumption
   c. Investment
   d. Current account
8. Which country has the largest trade balance deficit?
   a. China
   b. Japan
   c. Mexico
   d. United States

9. Which country has the largest current account deficit?
   a. China
   b. Japan
   c. Mexico
   d. United States

10. Which country has the largest current account deficit in percent of GDP?
    a. China
    b. Japan
    c. Mexico
    d. United States

11. Which country has the largest fiscal deficit in percent of GDP?
    a. China
    b. Japan
    c. Mexico
    d. United States

12. Which country has the largest external debt in dollars?
    a. China
    b. Japan
    c. Mexico
    d. United States

13. Which country has the largest external debt in percent of GDP?
    a. China
    b. Japan
    c. Mexico
    d. United States

14. Which country has the largest capital stock?
    a. Germany
    b. Japan
    c. Switzerland
    d. United States

How many questions did you answer correctly? _________