## Quizlet <br> Economics Pre-Test

1. If you borrow $\mathbf{\$ 1 0 0}$ dollars at $\mathbf{5 \%}$ annual interest how much money will you owe after 2 years?
2. If you borrow $\mathbf{\$ 1 0 0}$ dollars at $\mathbf{5 \%}$ interest compounded monthly how much money will you owe after 1 year? Round to the nearest dollar
3. What are the basic expenses of a family?
4. What are the factors of production?
5. What is a complementary good?
6. What is a loan?
7. What is the difference between compounded interest and interest?
8. Why is it important to have a budget?
\$110.25
\$180.00

Answers will vary. May include answers such as mortgage, car payment, gas, groceries, utilities, cable, electric, water, ect.
land, labor, capital and entrepreneurship
A good that has a demand increase when the price of another good is decreased.

An amount of money borrowed to be repaid at interest.
Compounded interest is computer on the amount saved plus the interest previously earned while interest is just a percentage of the amount borrowed.

Answers will vary.

