Quiz

1. Changes in the CPI measure what?
   a. Consumer Price Index
   b. Stagflation
   c. Deflation
   d. Inflation

2. What term describes a measure of the price of a fixed basket of goods/services bought by a typical consumer in a particular year?
   a. Deflation
   b. Stagflation
   c. Consumer Price Index
   d. Inflation

3. A rise in the general or average price level of all the goods/services produced in the economy is called what?
   a. Inflation
   b. Consumer Price Index
   c. Stagflation
   d. Deflation

4. Which of the following groups are helped by inflation?
   a. People on fixed incomes
   b. Borrowers
   c. Savers
   d. Lenders

5. Regardless of spikes and declines in inflation, prices have shown a tendency to _______ over time.
   a. Decrease
   b. Remain the same
   c. Increase, then decrease
   d. Increase