1. Refer to Figure 2-3. Which point or points are efficient?
   a. C
   b. D
   c. B, E
   d. A, B, E

2. Refer to Figure 2-3. The economy CANNOT produce at which point or points?
   a. A, C
   b. A, C, D
   c. C
   d. A

3. Refer to Figure 3-1. Which of the following is true for Cliff and Paul?
   a. Cliff has an absolute advantage in both wheat and corn.
   b. Cliff has an absolute advantage in wheat and Paul has an absolute advantage in corn.
   c. Paul has an absolute advantage in both wheat and corn.
   d. Paul has an absolute advantage in wheat and Cliff has an absolute advantage in corn.

4. Refer to Figure 3-1. Which of the following is true for Cliff and Paul?
   a. Paul has a comparative advantage in wheat and Cliff has a comparative advantage in corn.
   b. Cliff has a comparative advantage in wheat and Paul has a comparative advantage in corn.
   c. Cliff has a comparative advantage in both wheat and corn.
   d. Paul has a comparative advantage in both wheat and corn.

5. "Prices rise when the government prints too much money" is an example of a
   a. normative economic statement.
   b. welfare statement.
   c. positive economic statement.
   d. statement made by the Carter administration.