Final: Sample #3

Duration – 1 hour and 50 minutes. No Aids Allowed

Answer all questions in the booklets provided.

This exam has two parts.

Part I: Short-answer questions worth a total of 60 marks. Choose 20 out of 25 questions.

Part II: Essay style question worth a total of 40 marks. Choose 1 out of 2 questions.

PART I: GIVE A BRIEF ANSWER FOR 20 OF THE FOLLOWING 25 QUESTIONS
EACH CORRECT ANSWER IS WORTH THREE MARKS.

1. Pick one word to capture Ricardo's understanding of the determination of wages (one word), of profit (one word but you might feel you need more), and of rent (one word).

2. What is the advantage of using corn in Ricardo's Corn Model?

3. Why do some people (e.g., Stigler) say that Ricardo has a 93% labour theory of value?

4. Why did Ricardo oppose the Corn Laws?