

EXAMINATION QUESTIONS

ECONOMICS.

LESSON 8.

1. What difficulties of a system of barter are overcome by the use of money?
2. What are the functions of money? Discuss.
3. What are the chief qualities of a good money-material? What commodities possess these qualities in the highest degree? Discuss.
4. Why cannot wheat be used as money?
5. What is standard money? What is token money, and why do we need it?
6. What purposes are served by the use of Dominion legal tender notes? Under what restrictions are they issued?
7. Why does the Act say that Dominion notes shall be legal tender everywhere "except at the offices at which they are redeemable"?
8. What is bimetallism? What would the probable result have been if it had been adopted by the United States in 1896?
9. What is seigniorage? Why does the State undertake the business of coining money?
10. Explain fully the working of Gresham's Law in the different cases where it comes into operation.
11. What are the three kinds of paper money? Give examples of each, and discuss.
12. Discuss the increased production of gold as a cause of high prices. Would you suggest any other possible causes?