

# CANADIAN ECONOMY 2203

## Chapter 15

### Sample Exam

#### Part A: Define or explain ten of the following:

- |                    |                      |
|--------------------|----------------------|
| 1) Equity          | 7) Welfare state     |
| 2) Quintile        | 8) Working poor      |
| 3) Cohort          | 9) Poverty line      |
| 4) Exclusion       | 10) Relative poverty |
| 5) Wealth          | 11) Asset Income     |
| 6) Relief Strategy | 12) Medium Income    |

#### Part B:

- 1) What can all parents do to improve the economic prospects of their children?
- 2) Explain how the Lorenz Curve helps Economists visualize the distribution of average total income.
- 3) List at least 5 factors that contribute to poverty in Canada.
- 4) Explain the difference between absolute and relative poverty.
- 5) In what two ways does the income tax system used in Canada help address income inequalities?