



CIMAPRO17-BA1-X1-ENG^{Q&As}

BA1 - Fundamentals of Business Economics Question Tutorial

**Pass CIMA CIMAPRO17-BA1-X1-ENG Exam with
100% Guarantee**

Free Download Real Questions & Answers **PDF** and **VCE** file from:

<https://www.pass4itsure.com/cimapro17-ba1-x1-eng.html>

100% Passing Guarantee
100% Money Back Assurance

Following Questions and Answers are all new published by CIMA
Official Exam Center

- ⚙️ **Instant Download** After Purchase
- ⚙️ **100% Money Back** Guarantee
- ⚙️ **365 Days** Free Update
- ⚙️ **800,000+** Satisfied Customers



**QUESTION 1**

FILL BLANK

An estimation regression is developed to test the linear relationship between the size of student population at a university and monthly sales of a nearby bookshop. The correlation coefficient is equal to 0.9.

Calculate the coefficient of determination to two decimal places:

A. 0.31

Correct Answer: A

QUESTION 2

Setting a minimum wage above the equilibrium wage:

A. has no effect on unemployment, and setting a minimum wage below the equilibrium wage results in increased unemployment.

B. results in increased unemployment, and setting a minimum wage below the equilibrium wage has no effect on unemployment.

C. results in decreased unemployment, and setting a minimum wage below the equilibrium wage results in increased unemployment.

D. results in increased unemployment, and setting a minimum wage below the equilibrium wage results in decreased unemployment.

Correct Answer: C

QUESTION 3

Quantitative easing, the purchase of government or private securities by the central banks from investors, is an example of:

A. contractionary monetary policy.

B. contractionary fiscal policy.

C. expansionary fiscal policy.

D. expansionary monetary policy.

Correct Answer: D

Reference: <https://www.investopedia.com/ask/answers/040115/what-are-some-examples-expansionary-monetary-policy.asp>

**QUESTION 4**

A commercial airline uses its database to develop the following regression model to predict the cost of a flight Y (in dollars) by number of passengers:

$$Y = 1,570 + 40.7x$$

Which of the following statements is correct in relation to the airline?

- A. The cost of a flight will increase by \$40.7 when an additional passenger is added to the flight.
- B. The regression model makes accurate predictions for this commercial airline, therefore it will provide good forecasts for other commercial airlines.
- C. The positive intercept in the model indicates a positive relationship between the cost of a flight and the number of passengers.
- D. If each pair of data points is plotted on a graph with Y on the vertical axis and X on the horizontal axis, there will be a downward sloping line.

Correct Answer: D

QUESTION 5

A business sells soft drinks at \$3 a bottle and its current sales are 20,000 bottles per month. The price elasticity of demand for this product is -2. If the price is reduced to \$2.70, the change in the total revenue for the business will be:

- A. -\$3,300
- B. +\$4,800
- C. -\$16,800
- D. +\$4,000

Correct Answer: A

[CIMAPRO17-BA1-X1-ENG
VCE Dumps](#)

[CIMAPRO17-BA1-X1-ENG
Study Guide](#)

[CIMAPRO17-BA1-X1-ENG
Braindumps](#)