

Directions: For each question, write the letter of the BEST response on the line beside each question.

- _ 1. What type of economy does Israel have?
 - a. mixed, primarily based on a market
 - b. mixed, primarily based on command principles
 - c. command, primarily government run businesses and ownership of resources
 - d. none of the above
- 2. Which of the following is a sector of the Israeli economy that is world-famous?
 - a. health care
 - b. high tech equipment
 - c. oil-based products
 - d. technology-based industries
- 3. Which is a challenge facing Israel economically?
 - a. high housing costs
 - b. high unemployment
 - c. loss of government benefits
 - d. workers oppose unionization
- _ 4. Which is true of Israel's trade partners?
 - a. Most of them are inside of Southwest Asia
 - b. Most of them are outside of Southwest Asia
 - c. Many of them impose high tariffs on Israel
 - d. Many of them import only technology equipment
- _ 5. Which are major exports of Israel?
 - a. chemicals & software
 - b. oil & petroleum products
 - c. concrete & aluminum
 - d. bauxite & chromium

_6. With what nation does Israel have poor relations?

- a. Belgium
- b. Iran
- c. Saudi Arabia
- d. Switzerland
- _ 7. What is a major factor of production in the standard of living of Israel?
 - a. education
 - b. industrial arts
 - c. monetary policy
 - d. natural resources

