

## Multiple-Choice Questions:

**Question 1: What causes the Aggregate Demand (AD) curve to shift to the right?**

- A) Decrease in consumer spending
- B) Increase in investment
- C) Decrease in government spending
- D) Increase in imports

**Question 2: What makes the Aggregate Supply (AS) curve shift to the left?**

- A) Increase in productivity
- B) Decrease in input prices
- C) Positive supply shock
- D) Negative supply shock

**Question 3: If people are spending less, how does it affect the Aggregate Demand (AD) curve?**

- A) Shifts to the right
- B) Shifts to the left
- C) No change
- D) Uncertain change

**Question 4: What happens to the Aggregate Supply (AS) curve if there is a positive supply shock?**

- A) Shifts to the right
- B) Shifts to the left
- C) No change
- D) Uncertain change

**Question 5: If the government increases its spending, what will happen to the Aggregate Demand (AD) curve?**

- A) Shifts to the right
- B) Shifts to the left
- C) No change
- D) Uncertain change