

SWA Unit ECON GOV HIST Test Study Guide Key

1. What is literacy rate? **The ability to read and write**
2. How does Literacy rate affect GDP? **Generally the higher the literacy the higher the GDP**
3. A monarchy is a part of an autocratic and what other style of government? **Unitary**
4. What type of government is found in Saudi Arabia? **Monarchy**
5. Which branch makes and carry out the law in Parliamentary system? **Legislative**
6. How is the President chosen in a Presidential system? **In a separate vote than one that chooses the legislature**
7. What is a theocratic republic? **Government in which elected officials and powerful religious leaders share power.**
8. What is an entrepreneur? **Person who takes a risk in starting a new business**
9. Why are all countries mixed? **Countries have found they need a mix of market and command economies to be successful.**
10. Since Israel has no oil, what have they invested heavily in? **Technology**
11. What is economic specialization? **Investing in the product you can make the easiest and best and trading for the other goods and services.**
12. What is a quota? **Limit on the amount of goods coming into a country**
13. If the supply of a product is low, what happens to the price of that product? **Goes up**
14. Why are exchange rates important? **People are able to buy and sell goods to and from other countries.**
15. What major resource has Saudi Arabia invested heavily in? **Oil**
16. Why were there problems after the partitioning of the Ottoman Empire? **Groups of people were placed into countries that did not like each other.**
17. What is anti-Semitism? **Hatred of the Jews**
18. Why was Israel created after the conclusion of World War II? **People felt they needed a home after they suffered during the Holocaust**
19. What happened to the size of Israel as a result of the First War in 1948? **It became bigger than originally planned**
20. What major resource was the cause of the Persian Gulf War in 1990-91? **Oil**
21. What were the causes of Operation Iraqi Freedom in 2003? **Felt there was a link between Saddam Hussein and terrorist groups responsible for 9/11 and that he had weapons of mass destruction**
22. What was the cause of Operation Enduring Freedom in 2001? **Felt the Taliban (government of Afghanistan) were harboring terrorists responsible for 9/11**

23. Why has there been continued conflict in Iraq? **After Saddam Hussein lost power multiple groups have fought for power and control over Iraq**
24. What is the purpose of the Suez Canal? **Allows ships to travel from Europe to Asia without having to go all the way around Africa.**
25. What is the purpose of OPEC? **Control the world market of oil.**
26. What is a Traditional Economy? **Custom and habit make economic decision**
27. What is a Command Economy? **Government Planners make economic decision**
28. What is a Tariff? **Tax placed on imported goods**
29. What is an Embargo? **Halt or refusal to trade with another country**
30. What is the skill and knowledge workers have? **Human Capital**
31. Saudi Arabia uses its profits from oil to invest in what other goods/services? **Modern technology and services**