

Economics and the Real World

Modern economics is a subject which, at its best, does not theorize in a vacuum but addresses issues of real world importance and attempts to make its concepts and theories consistent with the facts. When economists make policy recommendations these address issues of current importance and concern. Furthermore, the effectiveness of economic policy is increasingly subject to empirical evaluation. Sometimes this happens by piloting a policy on a restricted scale before it is rolled out nationally.

Almost always government departments, private sector analysts and academic economists attempt to evaluate the consequences of policy in the months or years after implementation. If you pursue your study of economics to a more advanced level you will learn how applied economists attempt to test the relevance and accuracy of their theories and the success or failure of economic policy using statistical techniques broadly known as econometrics. However, even at this early stage of your study you should attempt to familiarize yourself with actual facts about the economy and think about what these imply for economic theory and the formation and evaluation of economic policy.

1. What is the term of the person who expert in economics?
 - a. Economies
 - b. Master economy
 - c. Economist
 - d. Ecology
2. Which answer is explaining the incorrect information?
 - a. Real world attempts to make its concepts and theories consistent
 - b. Private sector analysts attempt to evaluate the consequences
 - c. Governments evaluate the consequences of policy in the years
 - d. Economist make polices.
3. What is the closest meaning of attempt?
 - a. Become
 - b. Effortless
 - c. Challenge
 - d. Goal