

Topics in Economics: Final Exam

Circle the right answer(s) to the following questions.

1. In 2100, according to the theory of comparative advantage... (1 point)
 - a. Robots will totally replace human beings in the workforce since they are more productive at almost every tasks and are still progressing.
 - b. Humans will specialize in fields where they have the lowest comparative disadvantage.
 - c. Workforce will be equally splitted between human and capital factors.

2. De facto, education can be more naturally classified as: (1 point)
 - a. private good
 - b. club good
 - c. common resource
 - d. public good

After reading the supplied documents¹, find the right answer(s) to the following questions

3. Which of the following statement(s) is true? (1 point)
 - a. human routine tasks and automation are substitute
 - b. technological change is mostly detrimental to routine jobs
 - c. automation necessarily creates more unemployment

4. Which of the following statement(s) is true? (1 point)
 - a. because they fear they would be replaced by machines in the near-future, most low-skilled workers intend to retrain
 - b. those specific workers who are fearing increased automation have a higher probability to retrain
 - c. workers who fear increased automation are more likely to be favourable to an increased income tax

5. Which of the following statement(s) is true? (1 point)
 - a. the initial development of automation has been mostly harmful to middle-class workers
 - b. automation has initially been lenient to low-income workers because the tasks they perform are not so repetitive
 - c. automation has already reached its peak in developed countries

¹You should have received three documents named *Automation and polarization*, *Worker's responses to the threat of automation* and *The effect of new technologies on workers, jobs and skills*

To which extent is automation a threat to workers? (15 points)
