

## CFA® SAMPLE QUESTION – LEVEL I

### Economics

**Q:** Which of the following arguments for Trade Restrictions is least valid?

- a** Tariffs are used to prohibit foreign firms from selling products in the country at below cost in an attempt to gain market share.
- b** Infant industries should be protected for a time while they develop and reduce costs.
- c** Some industries are highly sensitive to national security, and their products should therefore remain in the country.
- d** Trade restrictions create domestic jobs.



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