

Question 28

(20 marks)

- (a) Describe the structure of Australia's balance of payments with reference to the two major accounts and their relationship, the categories in each account and examples of typical transactions recorded in each of them. (12 marks)
- (b) In 2019, Australia recorded the first current account surplus in 44 years. Explain **two** factors that contributed to this significant change in the balance on the current account. (8 marks)