

- 23** A country experiences an increase in productivity as measured by output per labour hour.

At the same time, output per worker decreases.

What could explain this?

- A** an increase in unemployment
  - B** an increase in part-time employment
  - C** an increase in hourly wage rates
  - D** an increase in capital investment
- 24** Suppose the average consumer's expenditure is divided between bread, meat, milk and vegetables in the ratio 4:3:2:1.

During the course of a year, the price of bread falls by 10%, the price of meat increases by 20% and the prices of both milk and vegetables increase by 10%.

What is the increase in the average price level during the year?

- A** 5%
  - B** 7.3%
  - C** 10%
  - D** 12.5%
- 25** The table shows a country's consumer price index for March and April 2000.

March 2000	148.6
April 2000	151.3

Which statement correctly describes what happened between these two months?

- A** There was an increase in the annual rate of inflation.
- B** There was an increase in the standard of living.
- C** There was a decrease in real interest rates.
- D** There was a decrease in the purchasing power of money.