

- 17 The table contains some figures from the balance of payments account of the United States (US) for a given year.

	US\$ million
exports of goods	1 632 639
balance of trade in goods	−741 462
imports of services	477 428
balance of trade in services	233 138

What **cannot** be concluded about US trade from the table?

- A Exported services were valued at over US\$477 428.
  - B Imported goods were valued at over US\$1 632 639.
  - C The value of exported services was less than the value of exported goods.
  - D There was an overall current account deficit.
- 18 Which change is shown directly by the use of aggregate demand and aggregate supply analysis?
- A the nominal income level
  - B the price level
  - C the unemployment level
  - D the wage level
- 19 Why might aggregate demand increase when a country's price level falls?
- A Domestic interest rates will tend to fall.
  - B Imports become more price competitive.
  - C Real incomes fall.
  - D The purchasing power of savings falls.
- 20 What is used to convert nominal GDP to real GDP?
- A exchange rates
  - B changes in the price level
  - C interest rates
  - D taxation