

21 What is **not** an item in a country's current account of its balance of payments?

- A** exports of primary commodities
- B** money received from banking services
- C** overseas investment
- D** profits sent back by companies overseas

22 A country decides to remove all its tariffs and engage in free international trade.

What will be the final decision the country has to make before free trade takes place?

- A** deciding which resources to allocate to the production of goods and services for international trade
- B** deciding which goods and services should be provided for international trade
- C** identifying the opportunity costs of production of goods and services which might be used for international trade
- D** setting an appropriate exchange rate for the international trade of goods and services

23 What is assumed to be constant when drawing an aggregate demand curve?

- A** government tax revenue
- B** interest rates
- C** the level of unemployment
- D** the money supply