

**29** The price of a good traded internationally increases.

Who would be disadvantaged the most?

- A** high income countries that pursue a policy of self sufficiency
- B** high income countries with a balance of payments surplus that export the good
- C** low income countries dependent on importing the good
- D** low income countries with alternative suppliers of the good

**30** A country has a deficit on the current account of its balance of payments.

What might help the country to reduce its deficit?

- A** a decrease in its rate of income tax
- B** a decrease in its tariffs
- C** an increase in its level of employment
- D** an increase in its subsidies to exporters