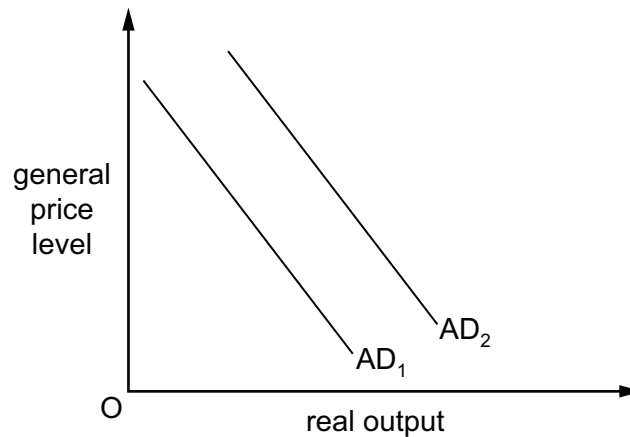


- 24 The diagram shows a shift in an economy's aggregate demand curve from AD_1 to AD_2 .



What could **not** be a cause of the shift?

- A a decrease in income tax
 - B a decrease in the price of goods
 - C an increase in money wage rates
 - D an increase in the money supply
- 25 What will be the impact on demand-pull inflation and on cost-push inflation of an increase in indirect taxes?

	demand-pull inflation	cost-push inflation
A	lower	lower
B	lower	raise
C	raise	lower
D	raise	raise

- 26 At the start of 2009, a worker earned US\$ 100 a week. In 2009, the Retail Price Index (RPI) rose by 4% and his average wage rose by 7%. In 2010, the RPI fell by 3% and his wage fell by 2%.

What happened to his real wage between the start of 2009 and the end of 2010?

- A It fell by less than 5%.
- B It fell by more than 5%.
- C It rose by less than 5%.
- D It rose by more than 5%.