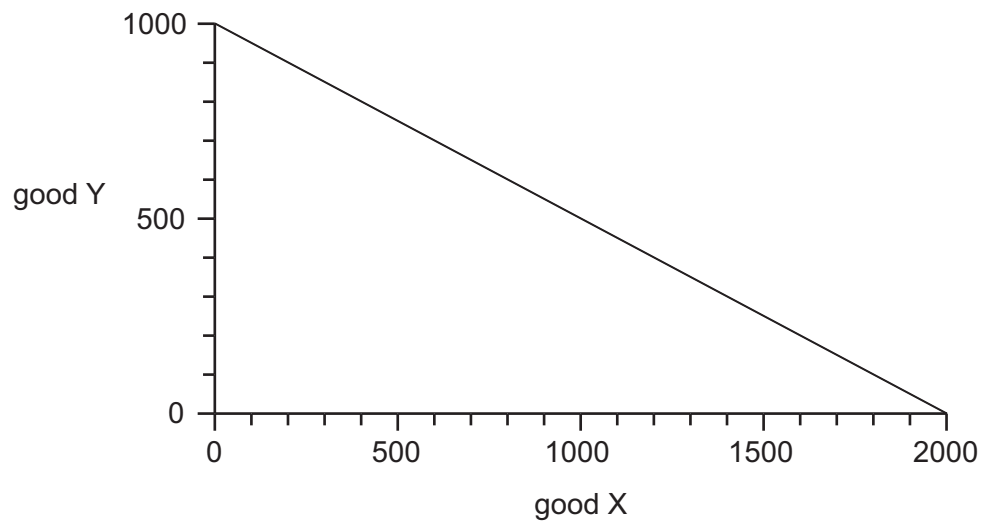


- 3 The diagram shows a production possibility curve for an economy that produces only two goods, X and Y.



The economy produces 1200 of good X and produces on its production possibility curve.

Which quantity of good Y is given up?

- A** 400                      **B** 600                      **C** 800                      **D** 1000
- 4 What might cause a country's currency notes to cease to act as money?
- A** the notes are issued in smaller denominations  
**B** the notes become harder to counterfeit  
**C** the notes become more long lasting  
**D** the notes become unlimited in supply
- 5 What does **not** cause the demand curve for a good to shift its position?
- A** advertising expenditure  
**B** consumer tastes  
**C** the price of substitute goods  
**D** the price of the good