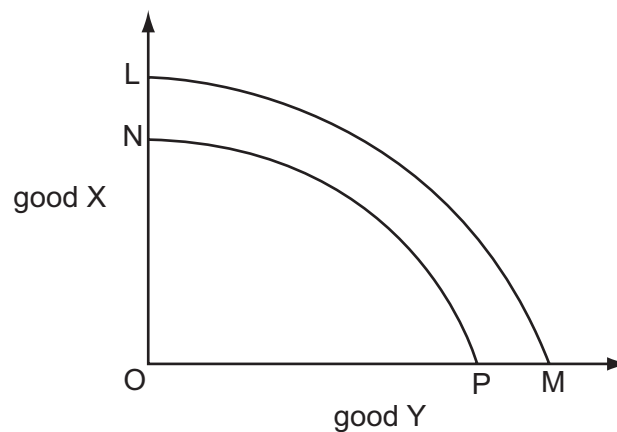


- 1 What is the defining characteristic of a mixed economy?
- A one in which the allocation of resources is determined partly by the state and partly by individual producers and consumers
 - B one in which there are both monopolies and purely competitive industries
 - C one in which there are features of both more economically developed and less economically developed economies
 - D one which produces a mixture of agriculture and industrial products
- 2 In the diagram the original production possibility curve is LM.



What might cause the curve to shift to NP?

- A a higher retirement age
- B a reallocation of resources
- C the depletion of natural resources
- D the underemployment of resources