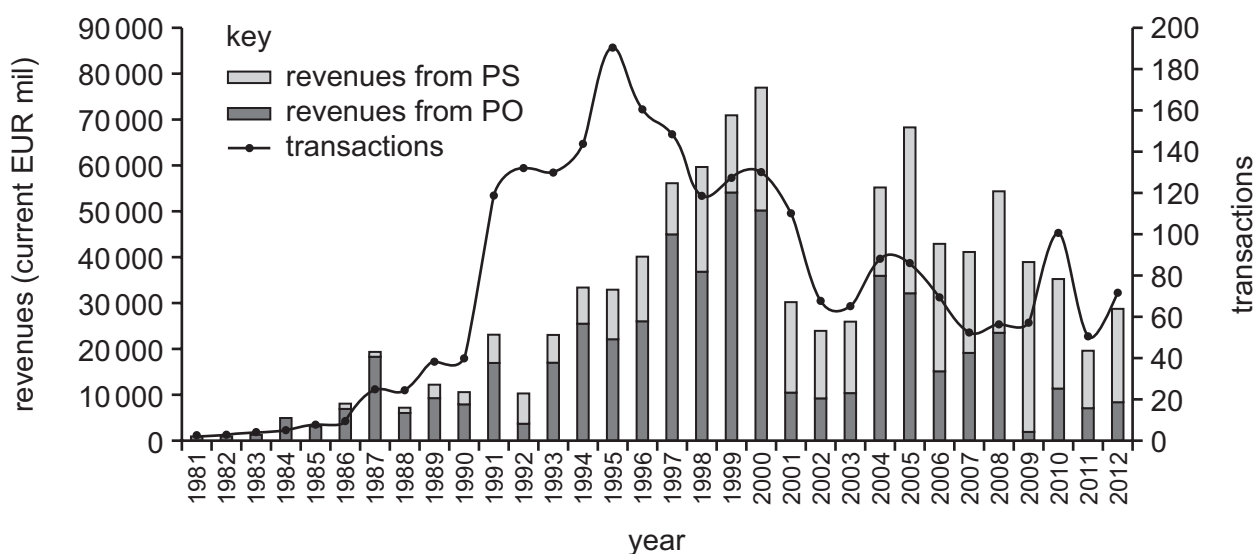
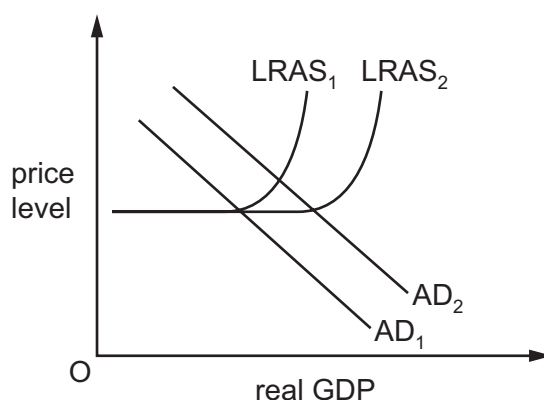


- 18 Privatisation can be achieved by the sale of shares to the general public (public offers, PO) or by the direct sale to a private company (private sales, PS). The diagram shows privatisation transactions and revenue for the European Union between 1981 and 2012.



What can be concluded from the diagram?

- A Any increase in the number of privatisations resulted in an increase in privatisation revenue.
 - B The average revenue per privatisation was highest in 2000.
 - C The main method of privatisation changed from public offers to private sales.
 - D The number of privatisations and revenue raised peaked in the same year.
- 19 The diagram shows the original aggregate demand AD_1 and aggregate supply $LRAS_1$ for an economy.



What could explain the shifts in aggregate demand to AD_2 and aggregate supply to $LRAS_2$?

- A an increase in government expenditure on health and education
- B an increase in government expenditure on pensions
- C an increase in income tax
- D an increase in interest rates