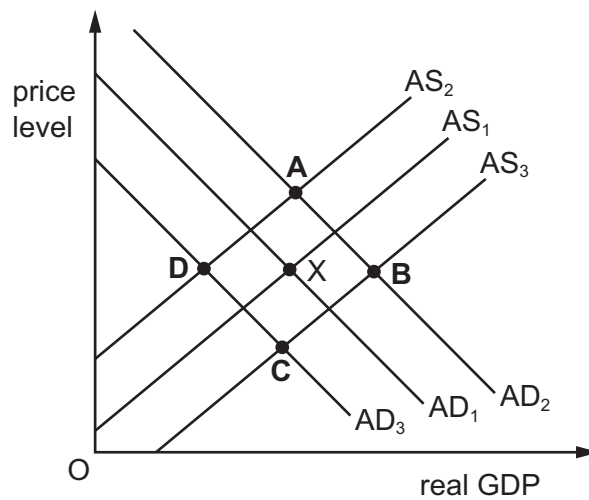
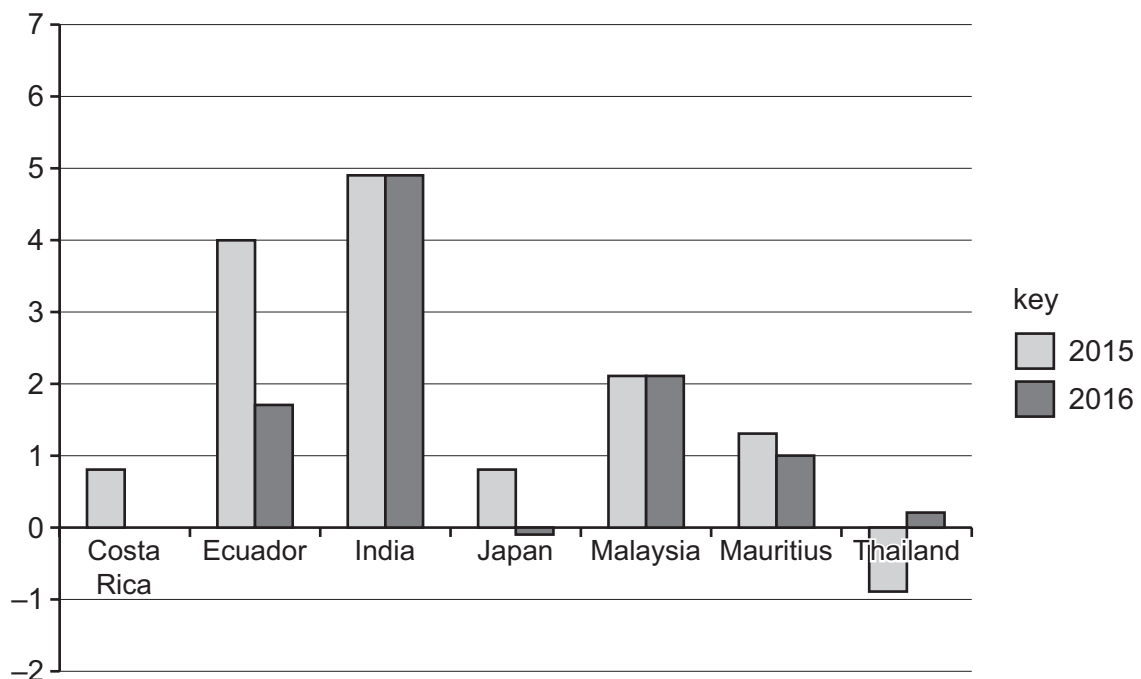


- 20 The diagram shows the original aggregate demand curve,  $AD_1$ , and the original aggregate supply curve,  $AS_1$ . The original equilibrium is at X.

What would be the new equilibrium if there is an increase in private sector investment and an increase in government spending on training courses?



- 21 The graph shows the rate of inflation for seven countries for 2015 and 2016.



What can be concluded from this graph?

- A Prices in Costa Rica rose in 2015 but remained constant in 2016.
- B Prices in Ecuador and Mauritius were lower in 2016 than in 2015.
- C Prices in India and Malaysia remained constant in 2016 and 2015.
- D Prices in Thailand and Japan were lower in 2016 than in 2015.