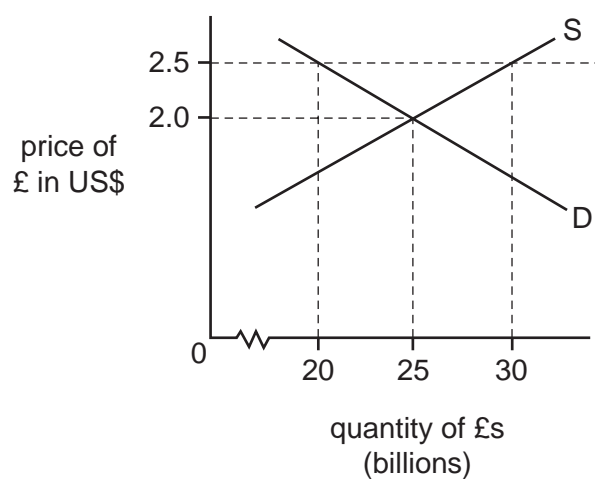


30 The diagram shows the market for £ sterling which is in equilibrium.



What must the UK government do to achieve an exchange rate of £1 = US\$2.50?

- A** buy £10 billion sterling
- B** buy £20 billion sterling
- C** sell £10 billion sterling
- D** sell £20 billion sterling