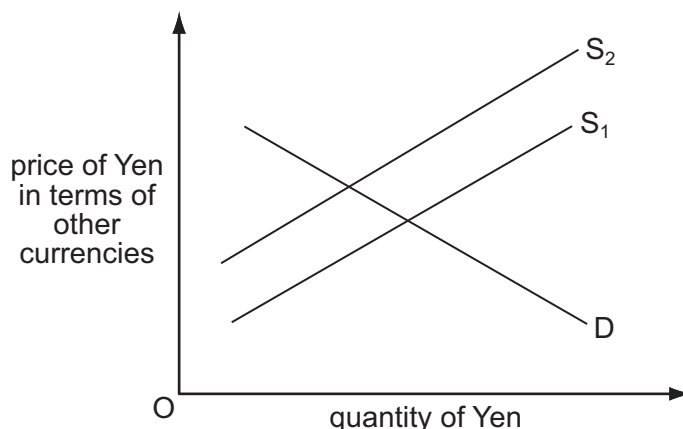


28 The diagram shows the market for Japanese Yen.



What could have caused the change in the supply of Yen from S_1 to S_2 ?

- A** a reduction in the level of international investment into Japan
- B** a reduction in the level of Japanese tariffs
- C** a reduction in the value of foreign goods imported into Japan
- D** a reduction in the value of Japanese goods exported

29 The value of the Swiss franc changes against the US dollar (\$) from \$0.60 to \$0.80.

Which statement is consistent with this information?

- A** Swiss visitors to the US will now be worse off.
- B** The cost to the US of maintaining its embassy in Switzerland will decrease.
- C** The dollar has depreciated against the Swiss franc.
- D** US exports to Switzerland will now be more expensive.

30 In August 2002, the US President signed a trade agreement which allowed more duty-free access to the US market for Latin American and Caribbean countries.

Who might benefit in the short run from this agreement?

- A** Caribbean countries, because they may export to Latin America
- B** Latin American businesses, because they may be able to sell more in the US
- C** Latin American governments, because they will not have to pay so much duty
- D** the US, because it may export more to Latin America