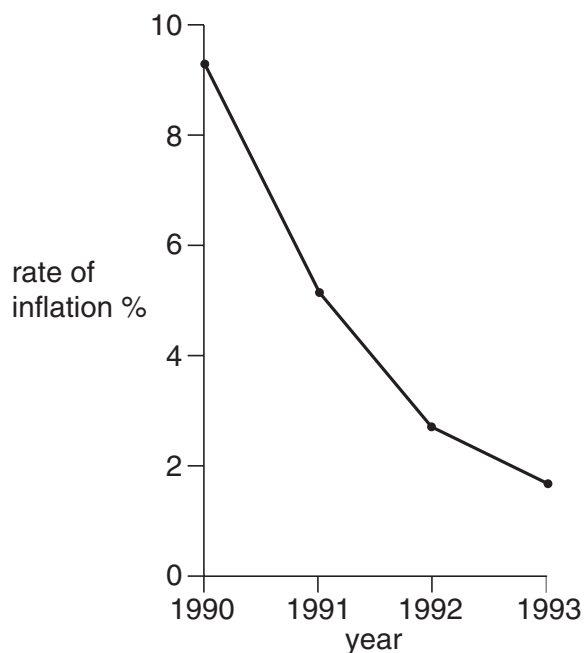


- 29 Which of the following combinations of changes indicates that a country is operating a managed float?

	nominal exchange rate	foreign currency reserves
A	depreciates by 20%	decreases by \$1 billion
B	depreciates by 20%	unchanged
C	unchanged	unchanged
D	unchanged	decreases by \$1 billion

- 30 The diagram shows the annual rate of inflation in the UK between 1990 and 1993.



Which statement is true of the period 1990 to 1993?

- A** The cost of living fell.
- B** The price level rose.
- C** The retail price index fell.
- D** The value of money rose.