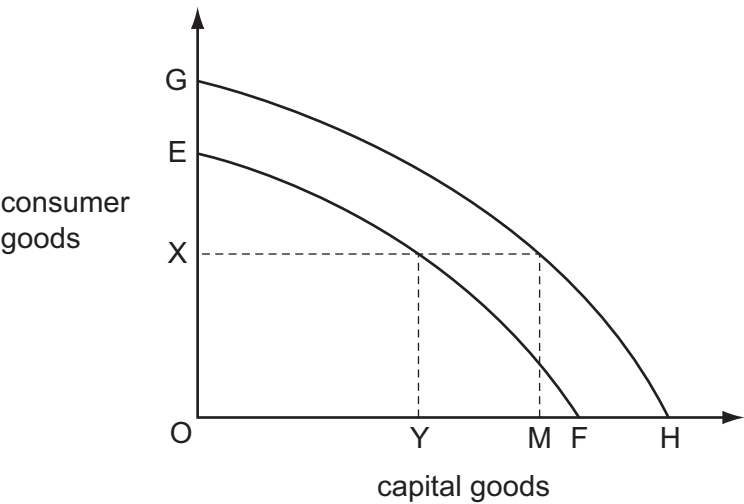


- 1 A government minister states that the main economic benefit of locating a new factory in a coastal region is the 500 jobs it will create.

What does this statement imply about the coastal region?

- A Alternative employment opportunities are scarce.
  - B Job seekers have a wide range of choices open to them.
  - C Labour is a scarce resource.
  - D Unemployment is at a low level.
- 2 The diagram shows two production possibility curves (EF and GH), before and after technological progress has taken place.



After technological progress has taken place, what is the opportunity cost in capital goods of producing OX consumer goods?

- A MH
  - B OH
  - C OM
  - D YF
- 3 The table shows indicators for four countries undergoing a transition to a market economy.

Which country has achieved the most indicators of a successful transition?

	prices	exchange rate system	stock exchange	inward investment
A	administered	managed	yes	allowed
B	administered	floating	no	controlled
C	liberalised	floating	no	allowed
D	liberalised	managed	yes	controlled