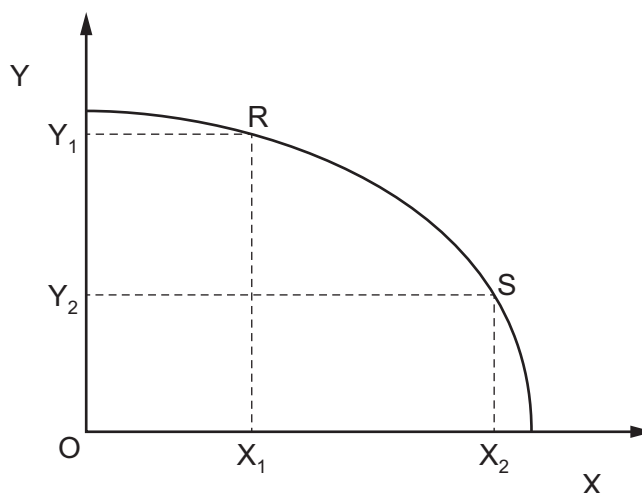


- 1 Which statement by a company is normative?
- A** In the past three years we have carried out the biggest merger acquisition in the group's history.
- B** The business has fallen behind competitors and needs to improve its ethical standards.
- C** The growth of the business has been in retail and financial services.
- D** The structure of the business has been simplified.
- 2 The diagram shows an economy's production possibility curve for goods X and Y.



What is the opportunity cost of moving from point R to point S on the production possibility curve?

- A**  $OX_1$                       **B**  $OY_2$                       **C**  $X_1X_2$                       **D**  $Y_1Y_2$
- 3 From 1995 to 2000 each of the countries listed below moved towards a market economy through privatisation programmes.

Which country made the slowest rate of transition?

	private sector share of GDP (ratio of private enterprise earnings to GDP)		
		1995	2000
<b>A</b>	Czechia	70	80
<b>B</b>	Hungary	60	70
<b>C</b>	Romania	45	60
<b>D</b>	Slovakia	60	80