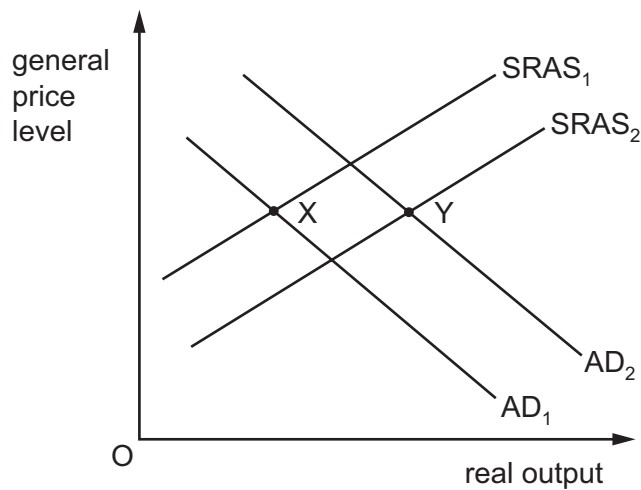


24 The diagram shows aggregate supply and aggregate demand curves for an economy.



What would cause a movement from X to Y?

- A a decrease in income tax and in the cost of production
  - B a decrease in interest rates and increase in the cost of production
  - C an increase in income tax and in the cost of production
  - D an increase in interest rates and decrease in the cost of production
- 25 The table shows changes in the population, price level and Gross Domestic Product (GDP) of a country.

	year 1	year 2
population (millions)	50	55
Consumer Price Index	100	120
nominal GDP (\$ billions)	400	480

What happened to real GDP and real GDP per head between year 1 and year 2?

	real GDP	real GDP per head
A	no change	fell
B	no change	rose
C	rose	fell
D	rose	rose