

- 25** Which item should be recorded in the financial account of a country's balance of payments?
- A** foreign aid by China to assist in infrastructure projects in African countries
 - B** investments by Middle Eastern oil producing countries through the purchase of land and property assets in Europe
 - C** payments by the USA to other countries which house American military bases
 - D** profits and dividends paid by multinational companies based in Indonesia to shareholders in Asia

- 26** The table shows a country's consumer prices index (CPI) for March and April 2018.

	CPI
March 2018	151.3
April 2018	148.6

Which statement correctly describes what happened between these two months?

- A** There was a decrease in the annual rate of inflation.
 - B** There was a decrease in real interest rates.
 - C** There was an increase in the purchasing power of money.
 - D** There was an increase in the standard of living.
- 27** The diagram shows the rate of inflation over time in four countries.

Which country has a rising real value of money over time?

