

- 18** The table shows the annual percentage change in the output per worker employed for four nationalised industries before and after privatisation.

nationalised industry	before privatisation	after privatisation
railways	−4%	2%
electricity supply	7%	9%
shipbuilding	4%	−1%
telecommunications	6%	6%

What can be concluded from the table about the effect of privatisation?

- A** Employment fell in the railway industry.
  - B** Employment was unchanged in the telecommunications industry.
  - C** Output was greatest in the electricity supply industry.
  - D** Workers became less efficient in the shipbuilding industry.
- 19** In its recent budget a government increased defence expenditure and the amount spent on training to increase the productivity of the workforce. The initial equilibrium point is shown by X on the aggregate demand, AD, and aggregate supply, AS, diagram.

What would be the equilibrium point after these changes?

