

- 28** The table shows the number of Jamaican dollars which exchanged for one unit of other currencies in June and July 2001.

|             | Jamaican \$<br>June 2001 | Jamaican \$<br>July 2001 |
|-------------|--------------------------|--------------------------|
| US\$        | 45.78                    | 45.77                    |
| UK£         | 63.86                    | 64.37                    |
| Guyana \$   | 0.25                     | 0.25                     |
| Barbados \$ | 23.19                    | 23.12                    |

What might be concluded from the table?

- A** There was an increased demand for US\$ by Jamaicans.
  - B** There was an increased supply of UK£ to Jamaicans.
  - C** There was a reduced supply of Guyana \$ to Jamaicans.
  - D** There was a reduced demand for Barbados \$ by Jamaicans.
- 29** Following a long period of depreciation of the US\$, both the US and UK monetary authorities raised their domestic interest rate.

What will happen to the value of the exchange rate of the US\$ in terms of UK£?

- A** It will remain unchanged.
  - B** It will fall.
  - C** It will rise.
  - D** The outcome is uncertain.
- 30** In a command economy, what is the basis for determining the allocation of factors of production?
- A** the pattern of consumers' spending
  - B** the perceived needs of the country
  - C** the revenue from taxes
  - D** the size of public sector companies