





China



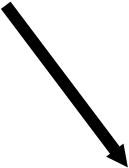
To buy one Yuan
Americans pay 1 dollar

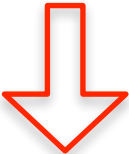


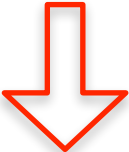
The U.S. Dollar becomes
weaker

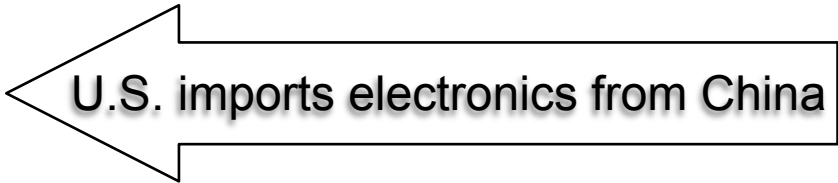
Price = 1 Yuan

Americans pay **US\$1** per
unit









U.S. imports electronics from China

To buy one Yuan
Americans pay 2 dollars

Americans pay US\$2 per
unit



One
dollar buys
fewer Yuan

Chinese goods are now **more expensive** to Americans

The U.S. Dollar becomes

weaker



U.S. imports electronics from China
Price = 1 Yuan



To buy **one Yuan**
Americans pay **1 dollar**

To buy **one Yuan**
Americans pay **2 dollars**

Americans pay **U\$1** per unit

Americans pay **U\$2** per unit

Chinese goods are now **more expensive** to Americans

