Problem 1. Consider the following pretend accounting totals about the United States:

GNE	EX	IM	NFIA	NUT	KA	I
22,150	2,500	3,125	300	−250	0	600

(a) Was GDP higher or lower than GNE? Interpret.

(b) Was GNI higher or lower than GDP? Interpret.

(c) Was the US a net giver or receiver of unilateral transfers?

(d) Find the current account, CA.

(e) Find the financial account, FA.

(f) Find national saving.

Problem 2. Determine how the following scenarios affect the US balance of payments.

(a) An Apple salesman in Japan sells an iPad to a local resident for yen worth $500.

(b) The central bank of China purchases $1 million dollars of export earnings from a firm that has sold $1 million of toys to the United States, and the Chinese central bank holds these dollars as reserves.

(c) The US trades $200 worth of almond butter to Australia for $200 worth of Vegemite.

(d) The US central bank sells $500 million worth of US Treasury bonds to a British financial firm in exchange for pound sterling foreign reserves.

(e) George, a US citizen, makes a $5000 donation to a charity that will send medical relief to a country suffering a natural disaster.