21 Which combination shows the most likely outcome if a government increases the level of direct taxation?

A balance of payments deteriorates and inflation increases

B economic growth increases and balance of payments improves

C inflation decreases and unemployment increases

D unemployment decreases and balance of payments improves

A-Level Economics: **w25 34**

21 What does the Phillips curve show?

A the relationship between economic growth and employment

B the relationship between inequality and income per capita

C the relationship between inflation and unemployment

D the relationship between prices and national income