

**29** What would **not** be included in the current account of the balance of payments?

- A** income earned outside the country that is transferred into the country
- B** value of food and raw materials produced and consumed within the country
- C** value of food and raw materials that are exported
- D** value of telecommunications services that are imported

**20** When calculating national income by the income method, what would **not** be included?

- A** income from abroad
- B** profits of private sector businesses
- C** rent from the ownership of land
- D** transfer payments

**5 (a)** Explain **two** reasons why an economy may have a deficit on the current account of its balance of payments **and** consider whether its government is likely to be concerned about this deficit. [8]

**(b)** Assess whether it is better to use protectionist policies or contractionary policies to reduce a deficit on the current account of the balance of payments. [12]

**11** What is an example of wealth?

- A** interest received
- B** profits
- C** property
- D** incomes