20 The aggregate demand (AD) curve in an economy shifts to the left.

What is most likely to cause this shift?

A a decrease in the exchange rate

B a decrease in the interest rate

C an increase in the budget deficit

D an increase in the current account deficit

A-Level Economics: **w25 13**

20 What might be a consequence of a fall in the domestic price level?

A imports become more competitive

B interest rates increase

C the purchasing power of savings falls

D the real value of incomes increases

A-Level Economics: **s25 11**

20 The price of a pack of six eggs rises from \$1.00 to \$1.32 over a year. Consumer prices, as measured by the consumer price index, rise by 10% over the same period.

What is the real price of a pack of six eggs at the end of the year?

A \$1.00 **B** \$1.10 **C** \$1.20 **D** \$1.32