

21 What does a successful supply-side policy increase in an economy?

- A** the level of unemployment
- B** the production possibilities
- C** the rate of inflation
- D** the rate of interest

12 What would increase the strength of a trade union?

- A** a growth in part-time employment
- B** a growth in the membership
- C** a rise in the national minimum wage
- D** a rise in the standard of living

24 What is likely to cause deflation?

- A** higher employment
- B** higher production costs
- C** increased money supply
- D** technological advances

17 Which macroeconomic aim, if achieved, is most likely to increase a government budget surplus?

- A** full employment
- B** income redistribution
- C** low inflation
- D** balance of payments stability