22 Chile specialises in the production of copper for export.

In what way is the Chilean economy likely to be affected by a large rise in the supply of copper from other countries?

	employment	economic growth
A	fall	fall
B	fall	rise
C	rise	fall
D	rise	rise

24 What is deflation?

A a sustained fall in total demand

B a sustained fall in the general price level

C a sustained fall in the rate of inflation

D a sustained fall in the value of money

IGCSE Economics: **w25 12**

22 In one particular year, South Sudan's population growth was 1.3% while its GDP growth was 2%.

What is the most likely consequence of this?

A GDP per capita will decrease

B the rate of inflation will decrease

C the standard of living will increase

D unemployment will increase

IGCSE Economics: **w25 13**

22 How is economic growth of a country measured?

A by an increase in the monetary value of goods produced

B by an increase in the number of people in employment

C by an increase in the real Gross Domestic Product (GDP)

D by an increase in the value of the Human Development Index (HDI)

IGCSE Economics: **w25 21**

2 In the first half of 2022, Guyana's GDP grew by 36.4%. Most of this growth was due to higher output in the primary sector. The government used some of the tax revenue generated from this growth to fund long-run development projects such as infrastructure and education. However, in the short run, there was a rise in house prices.

(a) Identify **two** examples of primary sector industries. [2]

(b) Explain **two** causes of rising GDP. [4]

(c) Analyse why house prices may increase. [6]

(d) Discuss whether or not increased government spending on education will lead to economic development. [8]

IGCSE Economics: **s25 11**

23 What is most likely to rise when the level of employment falls in a high-income economy?

A consumer confidence

B government expenditure on state benefits

C government revenue from income tax

D the rate of growth of real output

IGCSE Economics: **s25 12**

24 Which changes are likely to lead to the biggest increase in inflation in country X?

	demand for goods and services in country X	supply of goods and services in country X
A	5% decrease	5% decrease
B	5% decrease	5% increase
C	5% increase	5% decrease
D	5% increase	5% increase

30 What is a consequence of a surplus on the current account of the balance of payments?

A a decrease in GDP

B a decrease in unemployment

C a depreciation of the foreign exchange rate

D deflation

17 What will cause real GDP to rise in a country?

A nominal GDP rising at a faster rate than employment

B nominal GDP rising faster than inflation

C nominal GDP rising faster than the population

D nominal GDP rising