

**Suva Sangam College**

**Year 12**

**Economics**

**Worksheet 9**

**Question 1**

Define the following concepts:

- a) Balance on trade
- b) Non official transactions
- c) International trade restrictions

**Question 2**

Classify the following international transactions (i) to (iii) of Fiji as one of the following

Unrequited transfer credit	income credit	service credit
Unrequited transfer debit	income debit	service debit

- i. Sending remittance to family living abroad.
- ii. Interest received from investment made abroad
- iii. Payment of air fare to Qantas airline

**Question 3**

Use the table given below to answer (i) – (iv)

	\$m
Merchandise exports	50000
Merchandise imports	40000
Service credits	9700
Service debit	8300
Income and unrequited transfers: Debit	4000
Credit	10500
Official capital transaction	
General government	+5900
Reserve bank	+1545

Calculate the following:

- (i) Balance on trade
- (ii) Balance on services
- (iii) Balance on current account
- (iv) Balance on capital account