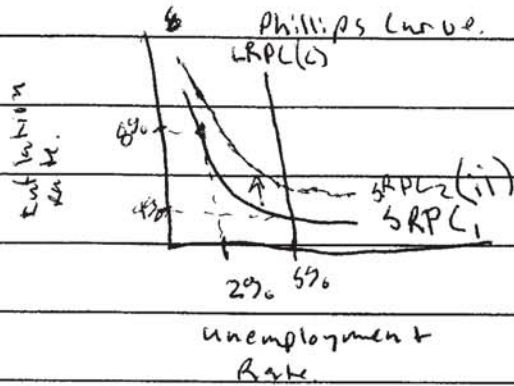


3A

Write in the box the number of the question you are answering on this page as it is designated in the examination.

3

3. (a)



(b)(i) Decrease in worker productivity would cause a leftward shift in Aggregate Supply.

(d) In the long run the unemployment Rate ~~does~~ does not have a relationship with the Inflation Rate. This is because in the long run the unemployment Rate will stay close to the natural rate of unemployment no matter what the inflation Rate.