**REVISION – Trade**

* Identify events and link to Current Account. **Page 120 Textbook Q.2**
* Trading Partner’s Business cycle – impact on Balance of Goods & Services
* Show the effect of NZ$ popularity on an Exchange rate graph.
* Exchange Rate vs Trading partner’s Business Cycle – Effects on Bal. of Goods of Services
* Exports 2-Country model. Show on graph when World Prices are **above & below** equilibrium – Page 97 Option 1
* Impact of world prices (Increasing **/ falling**) for producers who **Export** and producers who **sell locally**.
* Impact of world prices (Increasing **/ falling**) on Consumers and employees.
* Imports 2-Country model. Identify NZ’s trading Partners
* Use 2-country model to show **new WORLD PRICES** when **supply** changes (**Increases** / Decreases) in the foreign Market. Page 99 top case study.
* Effect of the above on NZ producers profits
* List top 4 categories of commodities NZ exports – Page 94
* NZ’s apple trade with Australia – Page 132
* Impact of the above on NZ/AUS consumers; NZ/AUS producers