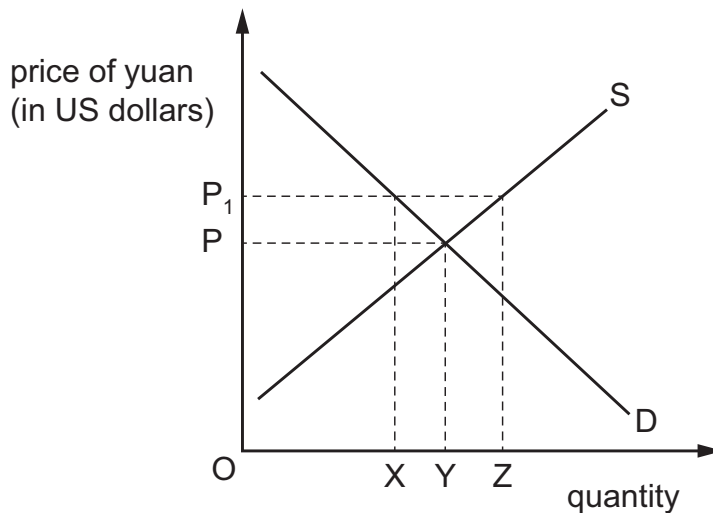


- 29 In the diagram, D is the demand curve for the Chinese yuan and S is the supply curve of the Chinese yuan.



The Chinese central bank wishes to set the price of the yuan at  $P_1$ .

Which action would it have to take?

- A buy XY yuan
- B buy XZ yuan
- C sell XY yuan
- D sell XZ yuan