

UK Economy in Flux: Global Tensions Push Up Inflation, Interest Rates, and E

UK Economy · Answer Key · 2 Questions

1. What was the UK's annual inflation rate (CPI) in March 2026, and what was a primary factor contributing to it?

A) 2.0%, due to low food prices.

B) 3.3%, primarily due to motor fuel prices from the Middle East conflict.

C) 4.5%, due to increased domestic spending.

D) 1.5%, due to falling energy costs.

2. As of April 2026, what was the Bank of England's unchanged interest rate, primarily intended to control inflation?

A) 0.10%

B) 2.00%

C) 3.75%

D) 5.25%