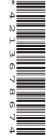




UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS International General Certificate of Secondary Education

CANDIDATE NAME				
CENTRE NUMBER		CANDIDATE NUMBER		



ECONOMICS 0455/31

Paper 3 Analysis and Critical Evaluation

May/June 2012 1 hour 30 minutes

Candidates answer on the Question Paper.

READ THESE INSTRUCTIONS FIRST

Write your Centre number, candidate number and name on all the work you hand in.

Write in dark blue or black pen.

You may use a soft pencil for any diagrams, graphs or rough working.

Do not use staples, paper clips, highlighters, glue or correction fluid.

DO NOT WRITE IN ANY BARCODES.

Answer all questions.

At the end of the examination, fasten all your work securely together.

The number of marks is given in brackets [] at the end of each question or part question.

For Examiner's Use				
1				
2				
Total				

This document consists of 8 printed pages and 1 Insert.



The extract 'Russia's tax on imported cars' will be needed for this question.

For Examiner's Use

1	(a)	What method of protection does Russia use to protect its car industry?
		[41]
		[1]
	(b)	Using information from the extract, explain one reason why Russian car manufacturers have become less internationally competitive.
		[2]
	(c)	Explain two reasons why a multi-national car company may want to set up in a country.

	For Examiner's
	Use
[4]	
ue of	
[2]	

	[4]
) (i)	What relationship would economists expect to find between changes in the value of exports and changes in the current account of the balance of payments?
	re
	[2
(ii)	Comment on the relationship shown in Table 1.

0455/31/M/J/12

© UCLES 2012

		[8]
		[Total: 20]
extr	act '	Changes in the Kenyan tea market' will be needed for this question.
(a)	lder	ntify, from the extract, two influences on the demand for tea.
(α)	iuci	inly, from the extract, two influences on the demand for tea.
	•••••	
		[2]
(b)	(i)	Explain what is likely to have happened to the price of Kenyan tea in 2009.

	(ii) Explain what is likely to have happened to the price of Kenyan tea in 2010.	Exa
/ -\		
(c)	Using information from the extract, explain two reasons why Kenyan tea pickers n want to switch to other jobs.	nay
		[4]

© UCLES 2012 0455/31/M/J/12

	3	3	st of producir	,	~.	
•••••						
		,				
						[4]
•••••				•••••		
iscuss ales of	whether give Kenyan tea	∕ing a subs to Pakistan	sidy to Kenya	an tea farmers	s would be like	ely to increase
		• • • • • • • • • • • • • • • • • • • •				

	For Examiner's Use
[6]	
[Total: 20]	

Permission to reproduce items where third-party owned material protected by copyright is included has been sought and cleared where possible. Every reasonable effort has been made by the publisher (UCLES) to trace copyright holders, but if any items requiring clearance have unwittingly been included, the publisher will be pleased to make amends at the earliest possible opportunity.

University of Cambridge International Examinations is part of the Cambridge Assessment Group. Cambridge Assessment is the brand name of University of Cambridge Local Examinations Syndicate (UCLES), which is itself a department of the University of Cambridge.