



UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS
International General Certificate of Secondary Education

CANDIDATE
NAME

CENTRE
NUMBER

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CANDIDATE
NUMBER

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ECONOMICS

0455/33

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.



For
Examiner's
Use

[2]

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For
Examiner's
Use

- (d) (i)** Does the extract suggest that the poor spend more on food than the rich? Explain your answer.

[3]

- (ii) Does the extract suggest that the demand for cigarettes is price elastic or price inelastic? Explain your answer.

[3]

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Use

This image shows a full page of white paper designed for handwriting practice. It features approximately 20 evenly spaced horizontal dotted lines running from left to right across the entire width of the page. There are no margins, text, or other markings present.

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[Total: 20]

The extract '**Challenges facing the BRICs**' will be needed for this question.

2 (a) Using information from the extract, state what happened to the price level in 2009 in:

(i) India

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..... [1]

(ii) China.

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..... [1]

(b) Why may a country experience a shortage of workers at the same time as it is encountering a relatively high unemployment rate?

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..... [2]

(c) Explain how raising the rate of interest can reduce aggregate (total) demand.

For
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Use

[4]

- For
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[Turn over

For
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Use

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0455/33/M/J/12