



UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS  
International General Certificate of Secondary Education

CANDIDATE  
NAME

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CENTRE  
NUMBER

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CANDIDATE  
NUMBER

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**ECONOMICS**

**0455/32**

Paper 3 Analysis and Critical Evaluation

**October/November 2013**

**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.

This document consists of **8** printed pages and **1** Insert.



The extract 'The changeable coffee market' will be needed for this question.

For  
Examiner's  
Use

- 1 (a) (i) Using information from the extract, calculate the percentage change in the price of coffee from June 2010 to May 2011.

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- (ii) Using a demand and supply diagram, explain why the price of coffee rose in 2011.

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**(b) (i)** What evidence is there in the extract of specialisation?

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**(ii)** Explain **one** disadvantage of a country specialising.

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**[Total: 20]**

The extract '**Australia's economic record**' will be needed for this question.

**2 (a) (i)** Define a trade in goods deficit.

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**(ii)** What effect does a rise in a country's foreign exchange rate have on its export prices and on its import prices?

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**(b) (i)** Using information from Table 1, explain whether agriculture or manufacturing in China had the higher labour productivity in 2010.

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**(ii)** Using information from Table 1 and the extract, explain which country had more people employed in the services sector.

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**(c) (i)** Calculate how many people were unemployed in Australia in 2011.

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