

OXFORD CAMBRIDGE AND RSA EXAMINATIONS

A2 GCE

F585/01

ECONOMICS

The Global Economy

MONDAY 20 JUNE 2016: Afternoon

**DURATION: 2 hours
plus your additional time allowance**

MODIFIED ENLARGED

Candidate forename		Candidate surname	
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Centre number						Candidate number				
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Candidates answer on the Question Paper.

OCR SUPPLIED MATERIALS:

Clean copy Stimulus Material (F585/01/SM)

OTHER MATERIALS REQUIRED:

Calculators may be used

A CALCULATOR MAY BE USED FOR THIS PAPER
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READ INSTRUCTIONS OVERLEAF



INSTRUCTIONS TO CANDIDATES

Refer to the Stimulus Material in a separate booklet. You must NOT bring your original copy into the examination.

Write your name, centre number and candidate number in the boxes on the first page. Please write clearly and in capital letters.

Use black ink. HB pencil may be used for graphs and diagrams only.

Answer ALL the questions.

Read each question carefully. Make sure you know what you have to do before starting your answer.

Write your answer to each question in the space provided. If additional space is required, you should use the lined pages at the end of this booklet. The question number(s) must be clearly shown.

INFORMATION FOR CANDIDATES

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

The total number of marks for this paper is 60.

The quality of your written communication will be taken into account in the marking of your answer to Question 3. All answers should be in continuous prose.

Any blank pages are indicated.

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Answer ALL questions.

1 (a) Other than the reduction of trade barriers, describe TWO factors which have promoted globalisation.

1 _____

2 _____

(b) Using the theory of comparative advantage, analyse how an economy can benefit from trade. [6]

[illegible]

(c) Comment on the extent to which the overall trend in the US current account balance between 2007 and 2013 (Fig. 2.1) can be explained by the depreciation of the effective exchange rate of the US dollar over the same period (Fig. 2.2). [10]

[illegible]

[illegible]

[illegible]

- [illegible]

[6]

[illegible]

(c) Comment on the extent to which increased financial flows from remittances help to promote development. [10]

[illegible]

[illegible]

[illegible]

Discuss the extent to which supply-side policies are the key to promoting economic growth in a developing economy such as Zambia.

[20]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

This image shows a single page from a notebook or ledger. It features a series of evenly spaced, thin black horizontal lines running across the width of the page. The background is plain white, and there are no margins, text, or other markings present.

END OF QUESTION PAPER

ADDITIONAL ANSWER SPACE

If additional answer space is required, you should use the following lined pages. The question number(s) must be clearly shown in the margins.

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