

Candidate forename						Candidate surname					
Centre number						Candidate number					

**OXFORD CAMBRIDGE AND RSA EXAMINATIONS**  
**GCSE**  
**A593/01**  
**ECONOMICS**

**The UK Economy and Globalisation**

**FRIDAY 25 MAY 2012: Afternoon**  
**DURATION: 1 hour 30 minutes**  
**plus your additional time allowance**

**MODIFIED ENLARGED**

**Candidates answer on the Question Paper.**

**OCR SUPPLIED MATERIALS:**

**Stimulus material**

**OTHER MATERIALS REQUIRED:**

**Calculators may be used**

**READ INSTRUCTIONS OVERLEAF**

## **INSTRUCTIONS TO CANDIDATES**

- **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 80.**
- **You will be awarded marks in question 7 for the quality of your written communication.**

**BLANK PAGE**

**Answer ALL questions.**

**Using your knowledge of economics and with reference to the given figures, answer the following questions in the spaces provided.**

**Use Figs. 1 and 2 in answering the following questions.**

- 1 (a) In the table below, tick the THREE statements which are correct. [3]**

<b>STATEMENT</b>	<b>TICK (✓)</b>
<b>GDP growth in Greece was positive at the beginning of the period and negative at the end.</b>	
<b>Germany's lowest GDP growth was –3.3%.</b>	
<b>In Q1 2008 GDP growth in Spain was –2.0%.</b>	
<b>In Q2 2010 GDP growth in the US was –0.6%.</b>	
<b>Japan had the lowest GDP growth of –4.2%.</b>	
<b>The UK was in recession for the whole period.</b>	

**(b) Compare what happened to inflation in the UK and Japan between 2006 and 2009.**

---

---

---

---

---

---

---

---

---

---

---

---

---

[4]

**[Total: 7]**

Use Figs. 3 and 4 in answering the following questions.

- 2 (a) In the table below, identify the correct meaning of 'a UK export' by putting a tick in the box next to it. [1]

MEANING	TICK (✓)
A UK export is a good or service produced in the UK and sold in the UK.	
A UK export is a good or service produced overseas and sold in the UK.	
A UK export is a good or service produced in the UK and sold overseas.	

- (b) (i) State the country to which the UK exported the most in 2010.

\_\_\_\_\_ [1]

- (ii) State the country which had the largest percentage fall in exports from the UK between 2009 and 2010.

\_\_\_\_\_ [1]

- (c) State which good exported by the UK had the largest percentage increase between 2009 and 2010.

\_\_\_\_\_ [1]

[illegible]

**[Total: 10]**

**Use Fig. 5 in answering the following questions.**

- 3 (a) Describe what happened to the UK's current account balance between 2003 and 2009.**

---

---

---

---

---

---

**[3]**

- (b) (i) What is meant by the term 'current account on the balance of payments'?**

---

---

---

---

**[2]**

- (ii) What is meant by a deficit on the current account on the balance of payments?**

---

---

---

---

**[2]**



- (c) (i) Other than quotas and tariffs state TWO possible solutions which a government might adopt in order to improve a deficit on the current account on the balance of payments.**

**1.** \_\_\_\_\_

\_\_\_\_\_

**2.** \_\_\_\_\_

\_\_\_\_\_ **[2]**

[illegible]

---

---

---

---

---

---

---

---

---

---

[8]

[Total: 17]

**Use Figs. 6 and 7 in answering the following questions.**

**4 (a) What is meant by the term 'quota'?**

---

---

---

---

**[2]**

**(b) (i) What is meant by the term 'tariff'?**

---

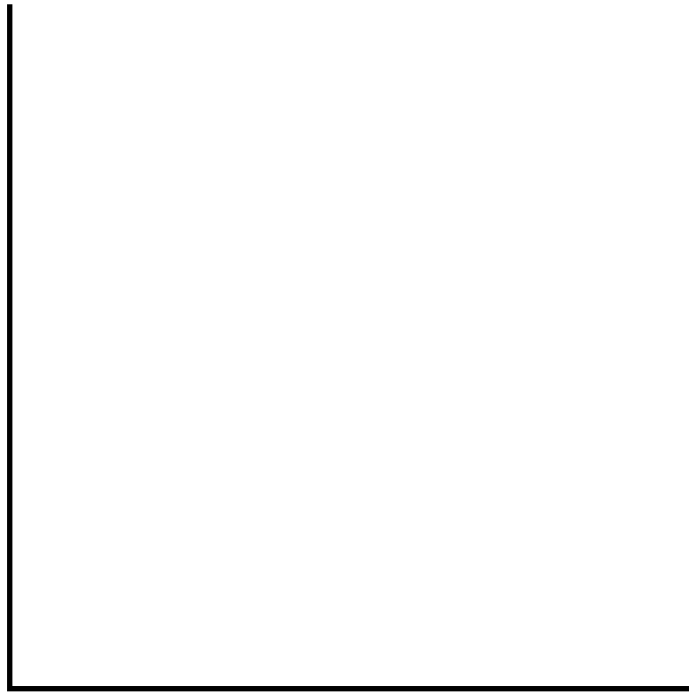
---

---

---

**[2]**

- (ii) With the aid of a diagram, explain how a tariff would affect the equilibrium price and the quantity bought of an imported good.



---

---

---

---

---

---

---

---

[6]

[illegible]

**[10]**

**[Total: 20]**

**Use Figs. 8 and 9 in answering the following questions.**

**5 (a) What is meant by the term ‘globalisation’?**

---

---

---

---

[2]

**(b) Choose TWO drivers from Fig. 9 and explain how each has contributed to the growth of globalisation.**

**Chosen driver 1** \_\_\_\_\_

**Explanation** \_\_\_\_\_

---

---

---

**Chosen driver 2** \_\_\_\_\_

**Explanation** \_\_\_\_\_

---

---

---

[4]

**[Total: 6]**



**Use Figs. 10 and 11 in answering the following questions.**

**6 (a) Explain what is meant by the term ‘relative poverty’.**

---

---

---

---

---

---

---

---

---

---

---

---

[4]

---

---

---

---

---

---

---

---

---

---

---

---

---

---

[4]

**[4]**

**7 Using the information in the case study and your own knowledge of economics, evaluate the extent to which the benefits of international trade outweigh the costs for the UK economy.**

[illegible]

[illegible]

**[12]**

**[Paper Total: 80]**

[illegible]

[illegible]

[illegible]

## **Copyright Information**

**OCR is committed to seeking permission to reproduce all third-party content that it uses in its assessment materials. OCR has attempted to identify and contact all copyright holders whose work is used in this paper. To avoid the issue of disclosure of answer-related information to candidates, all copyright acknowledgements are reproduced in the OCR Copyright Acknowledgements Booklet. This is produced for each series of examinations and is freely available to download from our public website ([www.ocr.org.uk](http://www.ocr.org.uk)) after the live examination series.**

**If OCR has unwittingly failed to correctly acknowledge or clear any third-party content in this assessment material, OCR will be happy to correct its mistake at the earliest possible opportunity.**

**For queries or further information please contact the Copyright Team, First Floor, 9 Hills Road, Cambridge CB2 1GE.**

**OCR 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.**