



Candidate Name	
Current School	

# Economics

---

Lower Sixth (Year 12) examination

**SAMPLE PAPER**

Entry 2020

Time allowed: 45 minutes

---

- You must choose one question from section A and one question from section B.
- The total mark for this paper is 50 marks, so you should be aiming to spend 50% of your time on section A and 50% of your time on section B.

**Section A – complete either Q1 or Q2 from this section.**

1. President Trump has threatened to place tariffs (taxes) on \$300 billion worth of goods made in China. To what extent is this likely to benefit the American economy? (25)
2. Economists such as Adam Smith, advocated free trade (no barriers to international trade such as tariffs, quotas and subsidies). Evaluate the likely effects of free trade on an economy of your choice. (25)

**Section B – complete either Q3 or Q4 from this section.**

3. An American Indian proverb states that “only when the last fish has died will we realise that we cannot eat money”. Evaluate whether governments should introduce policies to limit economic growth. (25)
4. Robert Kennedy, once said that GNP (Gross National Product) measures everything except that which makes life worthwhile. To what extent, should governments devise policies to increase economic growth as measured by GNP/GDP? (25)