



## UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS International General Certificate of Secondary Education

CANDIDATE NAME				
CENTRE NUMBER		CANDIDATE NUMBER		

ECONOMICS 0455/03

Paper 3 Analysis and Critical Evaluation

October/November 2009
1 hour 30 minutes

Candidates answer on the Question Paper.

Additional Materials: Insert

## **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 Exam	iner's Use
1	
2	
Total	

This document consists of 7 printed pages, 1 blank page and 1 insert.



The extract 'Banking Services from Mobile (Cell) Phones' will be needed for this question. 1 (a) Identify two reasons why the M-PESA phone account is preferred to conventional banking.

**(b)** Describe the functions of a commercial bank.

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[5]

(c)	Explain how an improvement in financial services might help reduce poverty.
	[6]

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(d)	Discuss what differences there might be between the working conditions and type of occupation of a rural worker compared with those of a city worker.	For Examiner's Use
	[4]	

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(e)	Suppose you were asked to investigate whether the movement of workers from a rural area to a city or to another country was a benefit. Discuss what you might need to find out in order to come to a conclusion.
	[8]

[Total: 25]

For Examiner's Use The extract 'Zambezi Hydro-Electric Power' will be needed for this question. 2 (a) Explain what is meant by a private benefit. [2] (b) Use examples from the extract to explain what is meant by an externality.

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(c)	What would you need to find out in order to determine whether the large HEP project, rather than alternative methods, is the best way of providing electricity?
	[9]
	[a]

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[Total: 15]

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