

Economics

SUMMARY OF MOCK EXAM

Paper 1: Themes 1 and 3

Microeconomics - 1 hour 20 minutes. 60 marks in total.

This will consist of **four** short answer questions worth 5 marks each and a structured data response question worth 40 marks

Content assessed

Theme 1: Markets – how they work:

- S and D diagram analysis
- Factors affecting S and D in context!
- Consumer and producer surplus *without necessarily being asked a specific question*
- Elasticity – PES and PED. An understanding of their significance and factors that may influence their respective values
- Indirect taxation and subsidies

Theme 1: Market Failure:

- Positive and/or negative externality diagrams in context
- Specific strategies designed to combat pollution, e.g. pollution permits

Theme 3: Business Behaviour:

- Understanding of cost functions ATC AFC AVC MC
- **Monopoly cost and revenue diagram**
- Assessing the impact of and effectiveness of price discrimination
- Factors impacting on competition in markets (in context).
- Understanding of shut down i.e. circumstances where business need to cease trading

Paper 2: Themes 2 and 4

Macroeconomics - 1 hour 20 minutes. 60 marks in total

This will consist of **four** short answer questions worth 5 marks each and a structured data response questions worth 40 marks in total.

Content assessed

Paper 2 topics:

- Aggregate Demand – an understanding of **key factors** that influence AD, i.e. the significance of $Y = C + I + G + (X - M)$ – including each individual component.
- Aggregate Demand and Aggregate Supply analysis – USE OF A DIAGRAM
- The multiplier – calculating and understanding how to explain the concept
- Exchange rates – understanding and *appreciation* and *depreciation*
- Unemployment – causes and types of unemployment
- Fiscal and monetary policy – an understanding of the influences they can have.
- GDP – definition and use as a measure.
- All questions in the context of the data provided

Other information

We advise you to make good use of your time between now and the mock examination and, where necessary, ask you teacher for help

Please ensure that you review your class notes on each of the topic areas listed thoroughly and that you make use of additional resources, e.g. the pack of examination papers that you have with associated mark schemes

We will be using some lesson time to help you prepare, for example, looking at past paper questions and discuss the skills required in answering such questions. You will also have time to practise answering questions in class

If you have any questions that you would like help with please do not hesitate to email us at:

g.hetheron@bishopchalloner.bham.sch.uk

h.sarcevic@bishopchalloner.bham.sch.uk