

Cambridge International Examinations

Cambridge Pre-U Certificate

ECONOMICS (PRINCIPAL)

9772/03

Paper 3 Investigation

May/June 2016 1 hour 15 minutes

Additional Materials: Answer Booklet/Paper

READ THESE INSTRUCTIONS FIRST

If you have been given an Answer Booklet, follow the instructions on the front cover of the Booklet.

Write your Centre number, candidate number and name on all the work you hand in.

Answer one question.

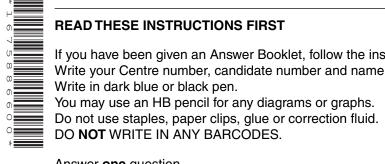
You are advised to spend 5 minutes planning your answer.

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.

The syllabus is approved for use in England, Wales and Northern Ireland as a Cambridge International Level 3 Pre-U Certificate.





Answer one question.

1 Transport and the Environment

'Environmental taxes are always the best way to solve the environmental problems caused by transport.'

To what extent do you agree with this view?

[40]

2 China and the Global Economy

'To maintain high growth rates, China needs to change. It needs to become a more open, market-based economy.'

Evaluate the most effective policies to achieve this change.

[40]

3 The Millennium Development Goals and the Post-2015 Development Agenda

In 2014, the UN completed its initial discussion on the Sustainable Development Goals and put forward 17 goals and 169 targets. To what extent do you agree that by setting such a broad agenda the UN missed an opportunity to solve the problems of developing countries? [40]

4 Behavioural Economics and Government Policy

'People are not rational. Economic policymakers should not assume they are.'

With the aid of examples, assess how far behavioural economics can go in improving economic policy making. [40]

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