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**ECONOMICS (PRINCIPAL)**

**9772/03**

Paper 3 Investigation

**May/June 2018**

**1 hour 15 minutes**

Additional Materials: Answer Booklet/Paper

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**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.

Write in dark blue or black pen.

You may use an HB pencil for any diagrams or graphs.

Do not use staples, paper clips, glue or correction fluid.

**DO NOT WRITE IN ANY BARCODES.**

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.



Answer **one** question.

### 1 Transport and the Environment

To what extent is there a need for greater government intervention to overcome the problems associated with transport? [40]

### 2 China and the Global Economy

‘China’s narrow focus on rapid economic growth has been successful in the short run. In the long run, however, this will only be damaging.’

To what extent do you agree with this? [40]

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

Evaluate policies that should be given the highest priority if the Sustainable Development Goals of the Post-2015 Development Agenda are to be fully achieved. [40]

### 4 Behavioural Economics and Government Policy

‘Markets can fail for a number of reasons. These failures can only be overcome by policies based on behavioural economics.’

To what extent do you agree with this? [40]

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