

— Public use —

LUI

Venue code

School name

Given name/s

Family name

Attach your
barcode ID label here

Sample assessment 2020

Question and response book

Economics

Time allowed

- Planning time — 15 minutes
- Working time — 120 minutes

General instructions

- Answer all questions in this question and response book.
- Rulers free from markings other than measurement indicators permitted.
- Non-programmable calculator permitted.
- Planning paper will not be marked.

Section 1 (10 marks)

- 10 multiple choice questions

Section 2 (23 marks)

- 3 short response questions

Section 3 (27 marks)

- 1 short response question
- 1 extended response question



Section 1

Instructions

- Choose the best answer for Questions 1–10.
- This section has 10 questions and is worth 10 marks.
- Use a 2B pencil to fill in the A, B, C or D answer bubble completely.
- If you change your mind or make a mistake, use an eraser to remove your response and fill in the new answer bubble completely.

	A	B	C	D
Example:	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>

	A	B	C	D
1.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
2.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
3.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
4.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
5.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
6.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
7.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
8.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
9.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
10.	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>

Section 2

Instructions

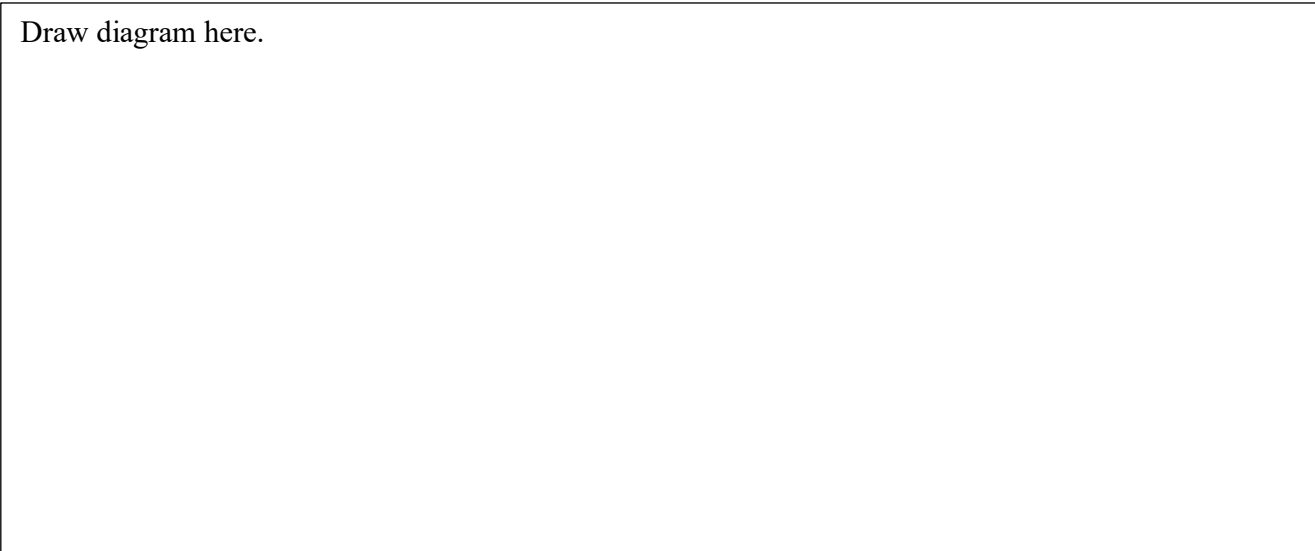
- Write using black or blue pen.
 - Respond in paragraphs consisting of full sentences.
 - If you need more space for a response, use the additional pages at the back of this book.
 - On the additional pages, write the question number you are responding to.
 - Cancel any incorrect response by ruling a single diagonal line through your work.
 - Write the page number of your alternative/additional response, i.e. See page ...
 - If you do not do this, your original response will be marked.
 - This section has three questions and is worth 23 marks.
-

DO NOT WRITE ON THIS PAGE
THIS PAGE WILL NOT BE MARKED

QUESTION 11 (7 marks)

Explain how a microeconomic policy could be used to improve living standards. Draw a production possibility curve diagram below to support your explanation.

Draw diagram here.



QUESTION 12 (5 marks)



Explain why and how the Federal Government intervened in the economy in 1991. Use evidence from the graph to support your answer.

QUESTION 13 (11 marks)

Read the following excerpts from a newspaper article about the Australian economy.

Consumer confidence fell in December and, unless consumers continue spending, the recovery could be jeopardised.
Australians spend excessively and do not save adequately, therefore adversely affecting the nation's economic health.
The government is considering personal income tax cuts to stimulate economic growth.

Use the information above to evaluate the impact on economic growth of targeting a certain sector for tax relief.

— **Public use** —

Section 3

Instructions

- Write using black or blue pen.
 - Respond in paragraphs consisting of full sentences.
 - This section has two questions and is worth 27 marks.
-

QUESTION 14 (7 marks)

Use Stimulus 1, 2 and 3 in the stimulus book to analyse how the manufacturing industry has impacted the Australian economy.

QUESTION 15 (20 marks)

Use Stimulus 4–9 in the stimulus book to evaluate the effectiveness of a microeconomic policy response that promotes long-term economic growth based on the manufacturing industry.

ADDITIONAL PAGE FOR STUDENT RESPONSES

Write the question number you are responding to.

References

Question 12

Graph derived from Dhillon, Z & Cassidy, N 2018, *Graph 1: Unemployment rate in 'Labour market outcomes for younger people'*, *Reserve Bank of Australia Bulletin*, 21 June, www.rba.gov.au/publications/bulletin/2018/jun/labour-market-outcomes-for-younger-people.html.

■ **— Public use —** ■

DO NOT WRITE ON THIS PAGE

THIS PAGE WILL NOT BE MARKED



— Public use —