

91224



NEW ZEALAND QUALIFICATIONS AUTHORITY
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SUPERVISOR'S USE ONLY

Level 2 Economics, 2015

91224 Analyse economic growth using economic concepts and models

2.00 p.m. Thursday 12 November 2015
Credits: Four

Achievement	Achievement with Merit	Achievement with Excellence
Analyse economic growth using economic concepts and models.	Analyse economic growth in depth using economic concepts and models.	Analyse economic growth comprehensively using economic concepts and models.

Check that the National Student Number (NSN) on your admission slip is the same as the number at the top of this page.

You should attempt ALL the questions in this booklet.

If you need more room for any answer, use the extra space provided at the back of this booklet.

Check that this booklet has pages 2–11 in the correct order and that none of these pages is blank.

YOU MUST HAND THIS BOOKLET TO THE SUPERVISOR AT THE END OF THE EXAMINATION.

TOTAL

ASSESSOR'S USE ONLY

QUESTION ONE: PRODUCTION POSSIBILITY FRONTIERASSESSOR'S
USE ONLY

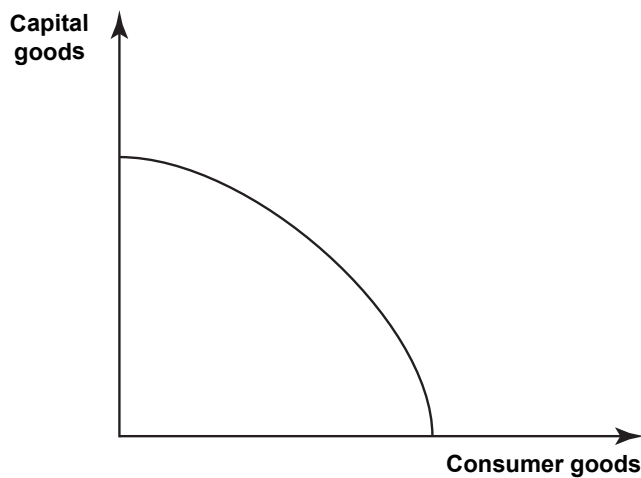
The unemployment rate, as measured by the Household Labour Force Survey (HLFS), has been trending downwards from 7.3% to 5.4% over the period September 2012 to September 2014.

Sources (adapted): <http://www.parliament.nz/en-nz/parl-support/research-papers/00PLEcoRP2014011/unemployment-and-employment-statistics-the-household-labour>

http://www.stats.govt.nz/browse_for_stats/income-and-work/employment_and_unemployment/HouseholdLabourForceSurvey_HOTPSep14qtr.aspx

- (a) (i) Identify ONE point on Graph One below that represents unemployment. Label the point with an **X**.

Graph One: Production Possibility Frontier



- (ii) Explain in detail the impact of an increase in Real Gross Domestic Product (Real GDP). In your answer:
- on Graph One show the impact of an increase in Real GDP
 - explain in detail how the increase in Real GDP will affect economic growth
 - refer to Graph One.

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