



UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS
International General Certificate of Secondary Education

CANDIDATE
NAME

CENTRE
NUMBER

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CANDIDATE
NUMBER

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ECONOMICS

0455/03

Paper 3 Analysis and Critical Evaluation

October/November 2009

1 hour 30 minutes

Candidates answer on the Question Paper.
Additional Materials: Insert

READ THESE INSTRUCTIONS FIRST

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 a soft pencil for any diagrams, graphs or rough working.

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

DO **NOT** WRITE IN ANY BARCODES.

Answer **all** questions.

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.

For Examiner's Use	
1	
2	
Total	

This document consists of **7** printed pages, **1** blank page and **1** insert.



The extract '**Banking Services from Mobile (Cell) Phones**' will be needed for this question.

*For
Examiner's
Use*

- 1 (a) Identify **two** reasons why the M-PESA phone account is preferred to conventional banking.

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..... [2]

- (b) Describe the functions of a commercial bank.

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- (d) Discuss what differences there might be between the working conditions and type of occupation of a rural worker compared with those of a city worker.

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The extract 'Zambezi Hydro-Electric Power' will be needed for this question.

For
Examiner's
Use

2 (a) Explain what is meant by a private benefit.

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..... [2]

(b) Use examples from the extract to explain what is meant by an externality.

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..... [4]

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0455/03/O/N/09