

(c) Using data from Extract A, explain **one** reason why the UK economy can be described as developed.

(4)

Extract A shows that the UK has a balance of trade in goods deficit of £110,196 and a balance of trade in services surplus of £78,096. This shows that the UK economy has to import more goods than it makes to export meaning that the UK does not specialise in manufacturing goods. Instead the UK can be seen to specialise in services as they are a net exporter of services. This shows they are a developed ~~country~~ economy because they have moved production from the primary sector of agriculture and the secondary sector of manufacturing and into the service sector ie tertiary sector of the economy that requires development and large skills and training in the workforce to specialise eg. financial sector.

