

Paper Reference 9EB0/03
Pearson Edexcel
Level 3 GCE

Total Marks

Economics B
Advanced
PAPER 3: The economic
environment and business

Friday 7 June 2024 – Morning

Time: 2 hours

**In the boxes below, write your name,
centre number and candidate number.**

Surname					
Other names					
Centre Number					
Candidate Number					

Y75862A

YOU MUST HAVE

Insert (enclosed)

YOU WILL BE GIVEN

Data Booklet

INSTRUCTIONS

Answer ALL questions.

Answer the questions in the spaces provided in this Question Paper – there may be more space than you need.

Turn over

INFORMATION

The total mark for this paper is 100.

The marks for EACH question are shown in brackets – use this as a guide as to how much time to spend on each question.

Calculators may be used.

ADVICE

Read each question carefully before you start to answer it.

Try to answer every question.

Check your answers if you have time at the end.

Turn over

Answer ALL questions.

SECTION A

**Read extracts A to D in the
Data Booklet before answering
Question 1.**

**Write your answers in the spaces
provided.**

Turn over

1. (a) Using Extract A in the Data Booklet and an appropriate calculation, discuss the implications for Tesla of September's production figures. (8 marks)

Answer lines continue on the next three pages.

Turn over

1. (a) continued.

Turn over

1. (a) continued.

Turn over

1. (a) continued.

(continued on the next page)

Turn over

1. continued.

**(b) Assess whether investment
in the labour force is the best
way for a firm to increase
productivity.**

(10 marks)

**Answer lines continue on the
next six pages.**

Turn over

1. (b) continued.

Turn over

1. (b) continued.

Turn over

1. (b) continued.

Turn over

1. (b) continued.

Turn over

1. (b) continued.

Turn over

1. (b) continued.

(continued on the next page)

Turn over

1. continued.

(c) Assess whether a firm should expand during a recession.

(12 marks)

Answer lines continue on the next six pages.

Turn over

1. (c) continued.

Turn over

1. (c) continued.

Turn over

1. (c) continued.

Turn over

1. (c) continued.

Turn over

1. (c) continued.

Turn over

1. (c) continued.

(continued on the next page)

Turn over

1. continued.

- (d) Using a suitable diagram,
evaluate the importance
of supply-side policies in
promoting economic growth.
(20 marks)**

**Answer lines continue on the
next nine pages.**

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

Turn over

1. (d) continued.

(Total for Question 1 = 50 marks)

TOTAL FOR SECTION A = 50 MARKS

Turn over

SECTION B

**Read extracts E to H in the
Data Booklet before answering
Question 2.**

**Write your answers in the spaces
provided.**

Turn over

2. (a) Discuss the use of venture capital as a source of finance for a firm such as **Moko**.

(8 marks)

Answer lines continue on the next three pages.

Turn over

2. (a) continued.

Turn over

2. (a) continued.

Turn over

2. (a) continued.

(continued on the next page)

Turn over

2. continued.

(b) Assess the possible economic impact of specialisation in agriculture for a country such as Kenya.

(10 marks)

Answer lines continue on the next six pages.

Turn over

2. (b) continued.

Turn over

2. (b) continued.

Turn over

2. (b) continued.

Turn over

2. (b) continued.

Turn over

2. (b) continued.

Turn over

2. (b) continued.

(continued on the next page)

Turn over

2. continued.

(c) Assess how the depreciation of the shilling may affect Kenyan firms such as Moko.

(12 marks)

Answer lines continue on the next six pages.

Turn over

2. (c) continued.

Turn over

2. (c) continued.

Turn over

2. (c) continued.

Turn over

2. (c) continued.

Turn over

2. (c) continued.

Turn over

2. (c) continued.

(continued on the next page)

Turn over

2. continued.

(d) Evaluate how membership of the AfCFTA might benefit African countries such as Kenya.

(20 marks)

Answer lines continue on the next nine pages.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

Turn over

2. (d) continued.

(Total for Question 2 = 50 marks)

TOTAL FOR SECTION B = 50 MARKS

TOTAL FOR PAPER = 100 MARKS

END OF PAPER