



--

--	--	--	--	--

--	--	--	--

0455/31

October/November 2011

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 **8** printed pages and **1** Insert.

1 (a) What is meant by a 'brain gain'?

..... [2]

[4]

- a private benefit of education

- an external benefit of education.

(ii) Explain **two** policies a government could use to encourage more people to enter higher education.

[4]

(i) the country **most** dependent on remittances

.....[1]

.....[1]

..... [6]

[Total: 20]

The extract '**Microfinance**' will be needed for this question.

For
Examiner's
Use

- 2 (a) Identify, from the extract, **three** motives for borrowing.

.....

.....

.....

.....

.....

.....

.....

.....

.....

..... [3]

- (b) (i) Explain what is meant by poverty.

.....

.....

.....

.....

.....

.....

.....

.....

..... [2]

- (ii) Apart from the difficulty of borrowing, explain **one** other disadvantage the extract suggests the poor experience.

.....

.....

.....

.....

.....

.....

.....

.....

..... [2]

- (c) (i) State **two** reasons why a conventional commercial bank may be reluctant to lend to the poor.

.....

.....

.....

.....

.....

.....

.....

.....

.....

..... [2]

- (ii) Using a demand and supply diagram, show the effect of increasing loans to poor entrepreneurs on the market for basic, inexpensive capital goods such as sewing machines.

For
Examiner's
Use

[3]

- (d) (i) What is meant by entrepreneurial skills?

.....

.....

.....

.....

.....

.....

.....

.....

.....[2]

Question 2(d)(ii) is on the next page

- [6]

www.theallpapers.com