



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	
<b>1</b>	
<b>2</b>	
<b>Total</b>	

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

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(c) Explain how an improvement in financial services might help reduce poverty.

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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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[4]



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

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