– 10 – SPEC/3/ECONO/HP3/ENG/TZ0/XX/M

(b) Using the data provided and your knowledge of economics, recommend a policy which could be introduced by the government of Country X in response to the expected fall in the world price of coffee. **[10]**

*Possible policies **may** include (but are not restricted to):*
- Support for the domestic coffee industry *eg* subsidies, import tariffs.
- Policies to promote domestic consumption.
- Import tariffs on foreign coffee.
- Policies to encourage diversification.
- Policies to encourage the domestic processing of coffee.
- Investment in infrastructure in order to support the coffee industry.
- The establishment/development of a regional trading bloc.
- A combination of policies.
- Any other valid policy.

Assessment Criteria

Recommend—present an advisable course of action with appropriate supporting evidence/reason in relation to a given situation, problem or issue.

Marks	Level descriptor
0	• The work does not reach a standard described by the descriptors below.
1–2	• The response identifies a policy. • The response uses no economic theory to support the recommendation. • Economic terms are stated but are not relevant. • The response contains no use of text/data to support the recommendation. • The response contains no evidence of synthesis or evaluation.
3–4	• The response identifies an appropriate policy. • The response uses limited economic theory to support the recommendation in a superficial manner. • Some relevant economic terms are included. • The response contains no use of relevant text/data to support the recommendation. • The response contains evidence of superficial synthesis or evaluation.
5–6	• The response identifies and explains an appropriate policy. • The response uses relevant economic theory to partially support the recommendation. • Some relevant economic terms are used appropriately. • The response includes some relevant information from the text/data to support the recommendation. • The response contains evidence of appropriate synthesis or evaluation but lacks balance.
7–8	• The response identifies and fully explains an appropriate policy. • The response uses relevant economic theory to support the recommendation. • Relevant economic terms are used mostly appropriately. • The use of information from the text/data is generally appropriate, relevant and applied correctly to support the recommendation. • The response contains evidence of appropriate synthesis or evaluation that is mostly balanced.
9–10	• The response identifies and fully explains an appropriate policy. • The response uses relevant economic theory effectively to support the recommendation. • Relevant economic terms are used appropriately throughout the response. • The use of information from the text/data is appropriate, relevant and supports the analysis/evaluation effectively. • The response contains evidence of effective and balanced synthesis or evaluation.