

2002 HIGHER SCHOOL CERTIFICATE EXAMINATION  
Economics

Section II (continued)

Marks

Question 22 (10 marks)

The table shows labour force and population information for a nation.

<i>Labour force data</i>	<i>Number of persons (million)</i>
Employed persons	9
Unemployed persons	1
Population of working age	16
Total population	20

- (a) Calculate the labour force unemployment rate for this nation. 1

..... 1 million people out of 10 million .....

- (b) Calculate the labour force participation rate for this nation. 1

..... 46 million labour force participation. ....

Question 22 continues on page 12

Question 22 (continued)

(c) Explain ONE economic and ONE social cost created by unemployment.

4

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

(d) Explain how TWO economic policies could be used by the Australian Government to reduce the level of unemployment.

4

..... Less money going into schemes such as the dole, which is less incentive for many to find work.

..... More money going into apprenticeships and TAFE courses, more advertising about temporary work placement agencies.

.....

.....

.....

.....

.....

.....

.....

.....

.....

End of Question 22