4. (a) Explain the theory of comparative advantage. (b) Give an example to illustrate your answer.

5. (a) Discuss the role of government in a market economy. (b) Explain how government policies can stimulate economic growth.

6. (a) Describe the impact of technological change on the economy. (b) Explain how technological advancements can lead to unemployment.

7. (a) Explain the concept of economic surplus. (b) Discuss how economic surplus is affected by the level of economic activity.

8. (a) Discuss the impact of inflation on the economy. (b) Explain how inflation can lead to economic instability.

9. (a) Describe the role of monetary policy in a market economy. (b) Explain how monetary policy is used to control inflation and promote economic growth.

10. (a) Discuss the role of fiscal policy in a market economy. (b) Explain how fiscal policy is used to control inflation and promote economic growth.

11. (a) Explain the concept of economic equilibrium. (b) Discuss how economic equilibrium is affected by changes in supply and demand.

12. (a) Discuss the role of international trade in a market economy. (b) Explain how international trade can affect economic growth.

13. (a) Describe the impact of globalization on the economy. (b) Explain how globalization can lead to economic instability.

14. (a) Discuss the role of multinational corporations in a market economy. (b) Explain how multinational corporations can affect economic growth.

15. (a) Explain the concept of economic welfare. (b) Discuss how economic welfare is affected by changes in the level of economic activity.

16. (a) Discuss the role of government in promoting economic welfare. (b) Explain how government policies can improve economic welfare.

ences are interdependent and affect each other. A country needs to consider the impacts of its policies on the global economy when making decisions. The study of international trade and globalization is crucial for understanding the interconnectedness of the global economy and the need for international cooperation to address global challenges.