

Activity 4: Monetary Union

Start by watching the short [video](#) and then explain the benefits and costs of Monetary Union membership.

Activity 5: A focus on Greece

Start by watching the following short [video](#) and then summarise why Greece appears to have suffered as a consequence of Monetary Union membership?

Activity 8: Link to the assessment (resource material not included) old syllabus

An example of relevant paper two examination questions:

- (a) i. Explain the difference between a free trade area and a customs union? *[2 marks]*
- ii. State two examples of trade protection. *[2 marks]*
- (b) Using an appropriate diagram, explain the impact on the market for a product, following an increase in the size of the tariff from 40% - 80%. *[4 marks]*
- (c) Distinguish between a free trade area, a customs union and a common market. *[4 marks]*
- (d) Using information from the text/data (included in the examination paper) and your knowledge of economics, evaluate the impact of trade diversion and trade creation on a nation joining a customs union. *[8 marks]*