***A level Economics Transition Activity***

***(For students starting in Sep 2021)***

**As you know the UK economy has been badly affected by the Covid pandemic and this activity will make you think about those effects and how recovery may be achieved.**

**Firstly read this news story….**

[**https://www.bbc.co.uk/news/business-57427997**](https://www.bbc.co.uk/news/business-57427997)

**then answer the following four questions……**

1. **Using the data from the bar chart describe how badly the UK economy has been affected when compared with other countries.**
2. **Explain two possible reasons why some countries may have been more affected than others.**
3. **Explain how each of the following things could have changed during the pandemic….**
4. **Consumer spending**
5. **Unemployment**
6. **Wages**
7. **Business confidence**
8. **Government borrowing**

 **4) Assume you are working for The Treasury and have been asked to**

 **produce a plan to aid economic recovery over the next three years.**

 **The following 12 terms should be mentioned in your plan (in no**

 **particular order).....**

 **Income Tax, Government Spending, VAT, Uncertainty, Education,**

 **Online working, Healthcare, Transport, Interest Rates, Exports,**

 **Investment, Debt.**

**The transition activities will be checked in the first week of term in September**