**Short Questions**

**Question 1**

The graph below shows the Cotter family household expenditure.

**LO 1.2**



1. Which type of expenditure had the highest percentage of total expenditure in the Cotter household?

|  |
| --- |
| Fixed Expenditure (3) |

1. Give one example of each type of expenditure below.

|  |  |
| --- | --- |
| Fixed Expenditure | Mortgage (1) |
| Irregular Expenditure | Groceries (1) |
| Discretionary Expenditure | Entertainment (1) |

Link – <https://mrryanjcb.weebly.com/lo-12---one-page-summary-income.html>

**Questions 2**

Fill in the missing words below.

**LO 2.9**



Strengths (2)

Opportunities (2)

Weaknesses (2)

Link - [LO 2.9 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-29---one-page-summary.html)

**Questions 3**

Using the information given on the invoice extract below, complete the three blank spaces

**LO 2.10**

|  |  |
| --- | --- |
|  | **€** |
| Total (Excluding VAT) | 30,000 |
| Trade Discount (10%) | 3,000 |
| Subtotal | 27,000 (2) |
| VAT (23%) | 6,210 (2) |
| Total (Including VAT) | 22,210 (2) |

Link – [LO 2.10 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-210---one-page-summary.html)

**Questions 4**

Identify two benefits of membership of the European Union for Ireland.

**LO 3.8**

|  |
| --- |
| 1. **Larger Market** (1) – Ireland will have a larger market to sell their product to. This will  |
| Help the Irish economy and the balance of payments and trade. Resulting in more exports |
| And less imports (2) |
| 2. **Free Movement of Goods** (1) – Because Ireland is part of the EU they will have free  |
| Movement of goods between the 27 member Countries. This means Ireland will not have to  |
| pay and taxes on their goods and services being sold in the member countries (2) |

Link - [LO 3.8 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-38---one-page-summary.html)

**Questions 5**

Meals on Wheels is an example of a social enterprise.

**LO 2.1**

Discuss two roles that a social enterprise plays in society.

|  |
| --- |
| **Improve the lives of people** (1) – They try to address issues such as food poverty for  |
| example Icloud who take food from business that would be thrown out and give it to the  |
|  people who need it in the form of meals or food bags (2) |
|  |
| **Support Disadvantages groups** (1) – They try to give support to people who need it such as  |
| The long term unemployed, people with disabilities or the traveller community (2) |
|  |
|  |

Link - [LO 2.1 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-21---one-page-summary.html)

**Questions 6**

Balance the following bank account and bring down the balance at the end of the month

**LO 2.12**

|  |  |  |
| --- | --- | --- |
| **Dr** | **Bank Account** | **Cr** |
| **Date** | **Details** | **Total** | **Date** | **Details** | **Total** |
| 2021 |  |  | 2021 |  |  |
| Oct 1 | Balance b/d | 550 | Oct 10 | Wages | 300 |
| Oct 12 | Cash Sales | 340 | Oct 20 | Cash Purchases | 200 |
|  |  |  | Oct 31 | Balance c/d | 390 |
|  |  | 890 |  |  | 890 |
| Nov 1 | Balance b/d | 390 |  |  |  |

Link - [LO 2.12 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-212---one-page-summary.html)

**Questions 7**

When interest rates are high, it encourages saving and when interest rates are low, it

**LO 1.5**

encourages borrowing

1. What is Interest

|  |
| --- |
| **Charge for borrowing and saving money** (1) – This is the monetary charge for borrowing  |
| money from a financial institution. This is the financial cost of borrowing. It is also the  |
| reward for saving money in a financial institution. This interest is subject to DIRT which is  |
| sent to the government. DIRT is charge at 33% (2) |

1. Outline one reason why low interest rates encourage borrowing.

|  |
| --- |
| **Borrowing is cheap** (1) – this is because the interest that you pay back to the financial |
| Institution is low. The financial cost is less because you pay less interest. This means a  |
| Customer can borrow more money to make big purchases such as houses and cars (2) |
|  |

Link - [LO 1.5 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-15---one-page-summary.html)

**Questions 8**

1. Identify two benefits of shopping locally for the local economy.

**LO 1.9**

|  |
| --- |
| 1. **Reduces Carbon Footprint** (1) – It is better for the environment because goods are grown |
| And sourced Locally and don’t have far to travel (1) |
| 2. **Provide employment** (1) – The business will employ local people and if the business grows |
| They will need more employees thus improving their standard of living (1) |

1. Give one reason why a consumer may choose not to shop locally.

|  |
| --- |
| **Choice** (1) – A consumer may choose not to shop locally because they don’t have the product |
| Or service they are looking for. If it is a particular product or service, they may have to  |
| Go to their nearest City to make the purchase as they have a better selection (1) |

Link - [LO 1.9 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-19---one-page-summary.html)

**Questions 9**

On 31 March 2022, Marian Nowak, owner of Party Cosmetics Ltd, lodged cash sales of €5,200. There was no VAT on these sales.  Post these transactions to the relevant ledger accounts

below

**LO 2.12**

|  |  |  |
| --- | --- | --- |
| **Dr** | **Sales a/c** | **Cr** |
| **Date** | **Details** | **Total** | **Date** | **Details** | **Total** |
|  |  |  | 31.03.22 (1) | Bank (1) | 5,200 (1) |
|  |  |  |  |  |  |

|  |  |  |
| --- | --- | --- |
| **Dr** | **Bank a/c** | **Cr** |
| **Date** | **Details** | **Total** | **Date** | **Details** | **Total** |
| 31.03.22 (1) | Sales (1) | 5,200 (1) |  |  |  |
|  |  |  |  |  |  |

Link - [LO 2.12 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-212---one-page-summary.html)

**Questions 10**

Read the following consumer complaints and then follow the instructions below:

**LO 1.8**

|  |  |
| --- | --- |
|  | Complaint |
| A | My bank has not reduced its loan rates in line  with EU regulations  |
| B | I have been waiting four weeks for the  electricity company to connect my house to the  main electricity supply  |
| C | My mobile phone company keep charging me  extra money every month  |

Match the complaints above with the organisation that the consumer should be referred to by

placing A, B and C in the correct box below.

|  |  |  |
| --- | --- | --- |
| Financial Services  Ombudsman  | Commission for  Communication Regulation  | Commission for Energy  Regulation  |
| A (2) | C (2) | B (2) |

Link - [LO 1.8 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-18---one-page-summary.html)

**Questions 11**

Carbon Tax has increased from €33.50 to €41.00 per tonne. The government expect this

increase to raise an additional €108 million in revenue for 2022.

**LO 3.5**

 (i) What is the social benefit to Irish people of an increase in carbon tax?

|  |
| --- |
| **Redistribution of wealth** – The increase in tax that the government received will mean that |
| The government will be able to redistribute it to the people in society who need support most |
| This means that there will be more money for people who unable to find work in the form |
| Of job seekers allowance |

 (ii) Identify who will be negatively affected by this increase in carbon tax.

|  |
| --- |
| **The elderly** – It will be more expensive for the elderly to buy fuel to heat their homes |

Link - [LO 3.5 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-35---one-page-summary.html)

**Questions 12**

Place the following business documents in the correct order: (Two are completed for you.)

Order, Payment, Letter of Enquiry, Invoice

**LO 2.10**

|  |  |
| --- | --- |
| 1 | Letter of Enquiry   |

|  |  |
| --- | --- |
| 2 | Order (3) |

|  |  |
| --- | --- |
| 3 | Payment (3) |

|  |  |
| --- | --- |
| 4 | Payment |

Link - [LO 2.10 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-210---one-page-summary.html)

**Questions 13**

Complete the following extract from the Dolan household budget for three months.

**LO 1.13**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Months | July | August | September | Total |
| Net Cash | 150 | (300) | (150) | (300) |
| Opening Cash | 210 | 360 | 60 (2) | 210 |
| Closing Cash | 360 (2) | 60 | (90) (1) | (90) (2) |

|  |
| --- |
| Workings |
| July150 – 210=360 | September(150) – 60= (90) | Total (300) – 210= (90) |

Link - [LO 1.13 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-113---one-page-summary.html)

**Questions 14**

**LO 3.9**



Based on the graph above indicate whether the following statements are true or false.

Tick (⎫) the correct box.

|  |  |  |
| --- | --- | --- |
| Statement | True | False |
| The unemployment rate was closest to full employment in 2019.  | √ (2) |  |
| The unemployment rate decreased in 2020 from the previous year |  | √ (2) |
| There was a positive trend in the unemployment rate for 2021  when compared with the previous year.  | √ (2) |  |

Link - [LO 3.9 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-39---one-page-summary.html)

**Questions 15**

**LO 3.2**

(i) Name a government department that will be affected by an older Irish

 population.

|  |
| --- |
| Health Department (2) |

 (ii) Explain two ways this change in age profile will increase government expenditure

|  |
| --- |
| 1. **Pension** (1)– The Elderly will be entitled to the state pension. Which is paid weekly to people |
| Who retired. A person has to be 66 years of age to receive the state pension which is  |
| €253.30 per week (2) |
| 2. **Health Care** (1) – More people will need health care and take more visits hospitals. This can  |
| put pressure on the hospitals that are under pressure already. (2) |
|  |

Link - [LO 3.2 - One Page Summary (weebly.com)](https://mrryanjcb.weebly.com/lo-32---one-page-summary.html)