|  |  |  |
| --- | --- | --- |
| **What will we be learning?**  1.2 How markets work | **Why this? Why now?**  It is essential that students understand the wider market and how price is established in order to then be able to focus on elasticities of supply and demand.  Supply and demand must be thoroughly understand before we can review the effectiveness of tax and subsidies as a way of manipulating these variables. | **Key Words:**  Rational decision making  Demand  Price  Income and cross elasticities of demand  Supply  Ad valorem  Elasticity of supply  Price determination  Price mechanism  Consumer and producer surplus  Indirect taxes and subsidies  Alternative views of consumer behaviour |
| **What will we learn?**  1.2.1 Rational decision making  1.2.2 Demand  1.2.3 Price, income and cross elasticities of demand  1.2.4 Supply  1.2.5 Elasticity of supply  1.2.6 Price determination  1.2.7 Price mechanism  1.2.8 Consumer and producer surplus  1.2.9 Indirect taxes and subsidies  1.2.10 Alternative views of consumer behaviour | |
| **What opportunities are there for wider study?**  **Econ plus dal:**  [EconplusDal - YouTube](https://www.youtube.com/user/EconplusDal)  **Bloomberg:**  [Bloomberg.com](https://www.bloomberg.com/uk)  **BBC news:**  [Business - BBC News](https://www.bbc.co.uk/news/business)  **Tutor 2u:**  [tutor2u | A-Level, GCSE & vocational qualification support resources](https://www.tutor2u.net/economics/topics#e) | |
| **How will I be assessed?**  Regular retrieval and formative assessment in lessons, mainly multiple choice. Students will also complete essay style questions. | |