

## Questions

- (a) Compare the change in retail sales in Singapore by type of outlet between 2000 and 2004. [2]
- (b) Explain **two** reasons why supermarkets are growing so quickly in China. [4]
- (c) (i) Describe the type of market structure operating in the UK grocery sector in 2004. [2]  
(ii) Explain how the firms in this market might compete against each other. [4]
- (d) Discuss the policy of divestment in the case of Tesco explaining clearly how this might affect consumer welfare. [8]
- (e) In the light of the data provided, if you were an economic advisor to the Singapore government, would you recommend that it should follow the example of the Chinese authorities and encourage supermarket development? Justify your answer. [10]

**[Total: 30]**