

# Commentary on candidate evidence

## Candidate 1

**Purpose: to examine the impact of inflation on individuals, firms and the government.**

The candidate was awarded **1 mark** for this extract.

A previous paragraph (not shown) had analysed pay rates in relation to inflation and therefore, the candidate gained no marks in paragraph one here as it is a repeat of previous points.

The candidate gained no marks in paragraph 2 as the candidate does not make a close enough link between the price of Sterling and the impact of inflation. Nor has the candidate mentioned the price of Sterling in the previous application and understanding section.

**1 mark** for linking those on fixed incomes with loss in spending power during inflationary periods.

The candidate gained no marks in paragraph 4 as it refers to the cause of demand-pull inflation whereas the topic of the report is the impact of inflation.

## Candidate 2

**Purpose: to examine the effects of increased energy prices on individuals, firms and the government.**

The candidate was awarded **2 marks** for this extract.

**1 mark** for increasing oil and gas prices creating large profits which makes investing in the sector more attractive.

**1 mark** for developing large profits could result in wage increases and higher consumer spending.

The candidate gains no marks for the second paragraph as discounting energy bills has not been mentioned in the previous application and understanding section.

The candidate gains no marks for the final paragraph as generating energy from wind turbines has not been mentioned in the previous application and understanding section.