

2 Unemployment in the United Kingdom (UK) fell in December 2021 to 4.1%. Market forces would usually mean that wages would increase due to this lower unemployment. However, workers' living standards did not increase. New international trade deals were not made fast enough to offset the decreasing trade between the UK and the European Union.

(a) Identify **two** ways of measuring unemployment. [2]

(b) Explain **two** factors that could influence living standards, apart from unemployment rates. [4]

(c) Analyse how market forces can increase wages. [6]

(d) Discuss whether or not free trade between countries increases economic growth. [8]