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| Explain the reasons for government intervention |
| Explain how the following can correct various market failures:* Indirect taxation (using diagrams)
* Subsidies (using diagrams)
* Price controls (maximum and minimum price diagrams)
* Buffer stocks
* Pollution permits
* State provision
* Regulation
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| What is government failure? |
| Explain a range of examples of government failure such as:* Inadequate information
* Conflicting objectives
* Administrative costs
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| Assess the role of markets and the government in areas such as:* Healthcare
* Housing
* Agriculture (including Common Agricultural Policy (CAP))
* Transport
* Environment
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