# Palmerston North Boys

# High School



**2020**

**Circular Flow Assignment**

STUDENT NAME:

Student instructions

Introduction

This assessment activity requires students to demonstrate an understanding of the interdependence of sectors of the New Zealand economy.

To do this, you will:

* collect information about McDonalds
* show how the firm is interdependent with other sectors of the New Zealand economy
* explain how event can have an impact on the firm and how these impacts can flow on to other sectors.

Task 1 - Interdependence

* Provide a background of McDonald’s ownership structure, Number of Stores, Services provided, Mission Statement, Environmental Policies etc. The following website may help www.McDonalds.co.nz
* Define the term *interdependence*
* Explain how McDonald’s is *interdependent* with Households

Task 2 – Sectors of Industry

* Identify & explain the sector of industry McDonald’s belongs to *(why does it not belong to the two other sectors.).*
* Produce an *Interdependence* table showing McDonald’s Interdependence to *other* sectors of industry
* In your table you must provide some information on the supplier and how they and McDonald’s are interdependent.
* The following website will provide some information or alternatively you could visit your local store to investigate suppliers (https://mcdonalds.co.nz)

Task 3 - Event

\*Australia is suffering a recession and so Australian consumers have less money to spend on NZ products

* For this event you must
	+ ***Fully Explain*** the immediate impacts on **a sector** of the economy (money & real flows)
	+ ***Fully Explain*** *the*  flow-on effects of your event on to **two** other sectors. You must link your changes back to impacts on McDonalds

(N.B All explanations need to be ‘in context’)

* + For an Excellence you will need to fully explain the impacts on **3 sectors.**

 **Resource 1: The Interdependence Table**

|  |  |
| --- | --- |
| Primary sector firm*Definition of the primary sector and an example of a firm that provides primary sector resources to Wendy’s or the firm you have selected. (background / logo / goods and services offered / sales)* | Interdependence*How are McDonald’s and the primary sector firm interdependent?*  |
| Secondary sector firms*Definition of the secondary sector and an example of a firm that provides secondary sector resources to Wendy’s or the firm you have selected. (background / logo / goods and services offered / sales)* | Interdependence*How are McDonald’s and the secondary sector firm interdependent?*  |
| Tertiary sector firms*Definition of the tertiary sector and an example of a firm that provides Tertiary sector resources to Wendy’s or the firm you have selected. (background / logo / goods and services offered / sales)* | Interdependence*How are McDonald’s and the tertiary sector firm interdependent?*  |