

P220/2
Economics
Paper 2
July/August 2022
3hours

BUGANDA EXAMINATIONS COUNCIL MOCKS

Uganda Advanced Certificate of Education

ECONOMICS

PAPER 2

3HOURS

INSTRUCTIONS TO CANDIDATES:

- Answer **five** questions only
- Section **A** is compulsory. Answers to this section should be precise and concise.
- Answer **four** questions from section **B**.
- All questions in section **B** carry equal marks.
- Any additional question(s) answered will not be marked.
- Credit will be given for use of relevant diagrams.

SECTION A (20 MARKS)

- 1(a)(i) Define a public good. (01mark)
(ii) Give any three examples of public goods in Uganda. (03marks)
- (b)(i) Distinguish between vertical integration and horizontal integration of firms. (02marks)
(ii) Give any two factors that limit integration of firms in Uganda. (02marks)
- (c)(i) Define the term Economic growth. (01mark)
(ii) State three benefits of economic growth in Uganda. (03marks)
- (d)(i) What is meant by fiscal policy? (01mark)
(ii) Mention any three instruments of fiscal policy in Uganda. (03marks)
- (e)(i) Define the term absorptive capacity. (01mark)
(ii) State any three causes of low absorptive capacity in Uganda. (03marks)

SECTION B (80 MARKS)

*Answer any **four** questions from this section*

- 2(a) Account for the instability in prices of agriculture products in Uganda. (10marks)
(b) Discuss the consequences of agricultural price fluctuations in Uganda. (10marks)
- 3(a) Distinguish between cost of living and standard of living. (04marks)
(b) Suggest measures of improving standards of living in Uganda. (16marks)
- 4(a) Describe the features of the private sector in Uganda. (06marks)
(b) Examine the implications of private sector firms in Uganda. (14marks)
- 5(a) Differentiate between unemployment and under employment. (04marks)
(b) Explain the factors responsible for high rate of unemployment in Uganda. (16marks)
- 6(a) What are the causes of persistent increase in general price level of goods and services in Uganda? (10marks)
(b) Explain the adverse effects of inflation in Uganda. (10marks)
- 7(a) Discuss the methods of wage determination in Uganda. (06marks)
(b) Explain the causes of wage disparities in Uganda. (14marks)

END

