**P220/2  
S.6 ECONOMICS  
Paper 2  
June/July, 2019  
3 hours**

**Uganda Advanced Certificate of Education   
RESOURCEFUL MOCK EXAMINATIONS 2019  
ECONOMICS   
Paper 2  
3 hours**

**INSTRUCTIONS**

* Section **A** is **compulsory** and answers to this section **must** be precise.
* Choose **four** questions from section **B**.
* All questions in section **B** carry equal marks.
* Credit will be given for use of relevant diagrams.
* Any additional question (s) will **not** be marked.

**SECTION A (20 marks)**

1. (a) (i) Distinguish between a free good and an economic good (02 marks)

(ii) Mention two examples of a free good (02 marks)

(b) (i) Distinguish between foot loose industries and rooted industries (02 marks)

(ii) Outline two factors affecting location of industries in Uganda. (02 marks)

(c) (i) Distinguish between private enterprise and public enterprise (02 marks)

(ii) Give two objectives for establishment of public enterprises in Uganda. (02 marks)

(d) Mention four features of export sector in Uganda. (04 marks)

(e) (i) Define the term standards of living (01 mark)

(ii) State three determinants of standard of living in Uganda. (03 marks)

**SECTION B (80 MARKS)**

1. (a) Explain the effects of agricultural price fluctuations in Uganda (10 marks)

(b) What measures are being taken to stabilise prices of agricultural products in Uganda. (10 marks)

1. (a) Distinguish between spatial monopoly and collusive monopoly. (04 marks)

(b) Assess the effects of monopoly in Uganda. (16 marks)

1. (a) Distinguish between collective bargaining and picketing as used in Trade union. (04 marks)

(b) Discuss the factors that affect the strength of trade unions in Uganda. (16 marks)

1. (a) Distinguish between capital saving techniques of production and labour saving

technique of production. (04 marks)

(b) Under what circumstance may labour saving techniques be adopted in Uganda? (16marks)

1. (a) Discuss the rationale of giving foreign aid. (10 marks)

(b) Discuss the role of foreign aid in development of Uganda. (10 marks)

1. (a) Explain the principles of taxations. (06 marks)

(b) Examine the impact of levying taxes in Uganda. (14 marks)

**GOOD LUCK**