**P220/2**

**ECONOMICS**

**Paper 2**

**July - August**

**3 Hours**



**ELITE EXAMINATION BUREAU MOCK 2019**

**Uganda Advanced Certificate of Education**

ECONOMICS

**Paper 2**

**3Hours**

**INSTRUCTIONS TO CANDIDATES**

* *This paper is made up of* ***two*** *sections* ***A*** *and* ***B****.*
* *Section* ***A*** *is compulsory and answer any* ***four*** *questions in section* ***B****.*
* *Credit will be given for the use of relevant diagrams.*

**Turn Over**

**SECTION A: (20 MARKS)**

1. a(i) What is meant by an optimum firm? (1mark)

(ii) State any three reasons for poor performance of firms in Uganda.(3marks)

b) What is meant by “Commercialization of production”? (1mark)

(ii) Give any three objectives of commercialization of production in Uganda. (3marks)

c(i) Mention any four features of the agricultural sector in Uganda. (4marks)

d(i) Differentiate between taxable base and taxable capacity. (2marks)

(ii) Suggest any two measures that should be taken to increase taxable bases in Uganda. (2marks)

e(i) Distinguish between comprehensive planning and perspective planning. (2marks)

(ii) Mention any two merits of comprehensive planning in Uganda. (2marks)

**SECTION B (80MARKS)**

2. a) What is meant by price mechanism”? (2marks)

b) “Uganda should rely on the price mechanism for resource allocation” discuss (18marks)

3. a) What are the indicators of economic development in Uganda. (10marks)

b) Discuss the measures that have been taken to increase the level of economic development in Uganda. (10marks)

4. a) Explain the role played by the industrial sector in the development of Uganda. (10marks)

b) Discuss the measures being taken to increase the level of industrialization in Uganda. (10marks)

5. a) Explain the role of natural resource endowment to the economic development process of Uganda. (10marks)

b) Explain the measures being taken to increase on exploitation of natural resources in Uganda. (10marks)

6. a) Account for the existing low levels of investment in Uganda. (10marks)

b) Explain the steps that have been taken to encourage private investment in Uganda. (10marks)

7. a) Assess the contributions of parastatal enterprises to the development of Uganda. (12marks)

b) Discuss the problems encountered by parastatal enterprises in Uganda. (8marks)

**END**