

**P220/2**  
**ECONOMICS**  
**Paper 2**  
**3 hours**  
**July/August 2023**



**MASAKA DIOCESAN EXAMINATIONS BOARD**  
**Uganda Advanced Certificate of Education**  
**Joint Mock Examinations 2023**  
**ECONOMICS**  
**Paper 2**  
**3 hours**

**INSTRUCTIONS TO CANDIDATES:**

*Answer **Five** Questions only.*

*Section A is **compulsory**. Answers to this Section should be concise.*

*Answer any **four** questions from Section B.*

*Credit will be given for the use of relevant diagrams.*

*Any additional question(s) answered will not be marked.*

**SECTION A: (20 Marks)**

*Answer all parts of this question*

1. (a) (i) Distinguish between Resale Price Maintenance and Price Leadership. (02 Marks)  
(ii) State any two uses of prices in Uganda. (02 Marks)
- (b) (i) Distinguish between Gross National Product at factor cost and Gross Domestic Product at market price. (02 Marks)  
(ii) Given that GDP at market price is Shs. 750 billion, indirect taxes amount to Shs. 200 billion and subsidies are Shs. 250 billion; Calculate the GDP at factor cost. (02 Marks)
- (c) (i) Differentiate between Intermediate technology and Appropriate technology. (02 Marks)  
(ii) Give any two factors that affect the development of appropriate technology in Uganda. (02 Marks)
- (d) (i) Define the term "Tax compliance". (01 Mark)  
(ii) Mention any three benefits of tax compliance in Uganda. (03 Marks)
- (e) (i) Define the term "Economic Liberalisation". (01 Mark)  
(ii) Give any three shortcomings of Economic liberalisation in Uganda. (03 Marks)

## SECTION B: (80 MARKS)

Answer any *four* questions from this section

2. (a) Distinguish between Perfect Oligopoly and Imperfect Oligopoly. (04 Marks)  
(b) Examine the consequences of Oligopolistic markets in Uganda. (16 Marks)
3. (a) Why is it necessary to promote industrialization in Uganda? (10 Marks)  
(b) Suggest measures for improving the industrial sector in Uganda. (10 Marks)
4. (a) State the Malthusian Population theory. (02 Marks)  
(b) Explain five ways in which the Malthusian population theory is relevant to Uganda's economy. (10 Marks)  
(c) Discuss the factors that limit the application of the Malthusian population theory in Uganda. (08 Marks)
5. (a) Discuss the factors that give rise to Balance of payments disequilibrium in Uganda. (10 Marks)  
(b) What steps have been taken to minimize Balance of payments disequilibrium in Uganda? (10 Marks)
6. (a) Differentiate between Debt Conversion and Debt Rescheduling. (04 marks)  
(b) Assess the impact of government borrowing in the development of Uganda. (16 Marks)
7. (a) Examine the role of Economic development planning in Uganda. (10 Marks)  
(b) Explain the measures being taken to ensure effective economic development planning in Uganda. (10 Marks)

**END**