

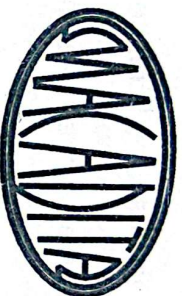
P220/1

ECONOMICS

Paper 1

July/August 2024

3 hours



MASAKA DIOCESAN EXAMINATIONS BOARD

Uganda Advanced Certificate of Education

JOINT MOCK EXAMINATIONS 2024

ECONOMICS

PAPER 1

3 hours

INSTRUCTIONS TO CANDIDATES:

1. Answer Five Questions only
2. Section A is compulsory. Answers to this Section should be concise.
3. Answer any four questions from Section B.
4. Credit will be given for the use of relevant diagrams.
5. Any additional question(s) answered will not be marked.

Turn Over

SECTION A: (20 Marks)

Answer all parts of this question

1. (a) (i) What is a free market economy? (1 mark)
 (ii) State any three features of a free market economy (3 marks)
- (b) (i) What is meant by "composite demand"? (1 mark)
 (ii) Mention any three examples of composite demand. (3 marks)
- (c) (i) What is meant by structural inflation? (1 mark)
 (ii) Give any three causes of structural inflation (3 marks)
- (d) (i) State Malthusian population theory. (2 marks)
 (ii) Mention any two relevancies of the theory in developing countries (2 marks)
- (e) (i) Distinguish between recurrent expenditure and capital expenditure in an economy. (2 marks)
 (ii) Give any two reasons for the persistent budget deficits in developing countries. (2 marks)

SECTION B: (80 Marks)

Answer any four questions from this section.

2. (a) What is meant by “labour immobility”? (02 marks)
(b) Account for occupational immobility of labour in an economy. (18 marks)
3. (a) What are the consequences of economic dependence in developing countries? (10 marks)
(b) Suggest possible measures that can be taken to reduce economic dependence in these Developing Countries. (10 marks)
4. (a) Distinguish between labour saving techniques and capital saving techniques of production. (04 marks)
(b) Why should labour saving techniques of production be adopted by developing countries? (16 marks)
5. (a) What is meant by the term “collective bargaining”? (04 marks)
(b) Under what circumstances are workers justified to demand for a pay rise? (16 marks)
6. (a) Account for economic development planning in an economy. (10 marks)
(b) Explain the factors that influence the implementation of economic development plans in an economy (10 marks)
7. (a) Distinguish between infrastructural levy and environmental levy. (04 Marks)
(b) Angelo Abiriga imported a used vehicle; 2000 model, worth 5,000 dollars, he paid 300 dollars for insurance and 450 dollars as freight charges up to Dar-salaam and the exchange rate is 1 dollar = 3750 shillings, Given the tax rates as import duty = 25 %, VAT = 18 %, Withholding Tax = 6 %, determine the relevant customs taxes and eventually the total tax liability. (16 Marks)

*** END ***