

P22/2

ECONOMICS PAPER 2

MOCK 2024

AUGUST

TIME:3HRS



# MEBU EXAMINATIONS CONSULT

Uganda Advanced Certificate Of Education

MOCK EXAMINATIONS 2024

ECONOMICS

PAPER TWO

TIME 3HOURS

## INSTRUCTIONS TO CANDIDATES:

*Attempt **five** questions.*

*Section **A** is **compulsory** and answers to this Section should be **precise and concise**.*

*Choose any **four** questions from section **B**.*

*All questions in section **B** carry **equal** marks.*

*Use of relevant diagrams and neatness will earn you credit.*

## SECTION A (20 MARKS)

Answer **all** parts of this question.

1. (a). Mention any four merits of economic system in Uganda. (04 marks)
- (b)(i). Differentiate between direct economic dependence and external resource dependence. (02 marks)
- (ii). Give two costs of economic dependence in Uganda. (02 marks)
- (c) (i). Differentiate between technology transfer and technology development. (02marks)
- (ii) Outline three factors that hinder technology development in Uganda. (02marks)
- (d) (i). What is meant by a Corporation tax? (01 mark)
- (ii). JPK Telecommunications Limited's gross income for the year 2022 was UGX90,000,000 and his allowable expenses amounted to UGX65,000,000. Calculate his chargeable income and determine the amount of tax payable. (03 marks)
- (e) (i). Distinguish between free trade and protectionism. (02 marks)
- (ii). Give two ways of adopting protectionism policy in Uganda. (02 marks)

## SECTION B (80 MARKS)

Answer **only FOUR** questions from this section.

2. (a). Discuss the role of price mechanism in a free enterprise economy. (10marks)
- (b). Why should Ugandan government intervene the workings of price mechanism? (10 marks)
3. (a). Distinguish between balanced growth and unbalanced growth. (04 marks)
- (b). Explain factors limiting balanced growth strategy in Uganda. (16 marks)
4. (a). Describe the salient features of the agricultural sector in Uganda. (06marks)
- (b) Explain the steps that are being taken to improve the performance of the agricultural sector in Uganda. (14 marks)
5. (a). What are the motives of giving foreign aid by donors to Uganda? (06marks)
- (b). Why is there need for Uganda to reduce reliance on foreign aid? (14 marks)
6. (a) (i). Giving examples, distinguish between assets and liabilities of commercial banks. (04 marks)
- (ii). Explain the functions of banking financial intermediaries in Uganda? (06 marks)
- (b). Assess the factors that affect the level of credit creation in banking financial institutions. (10 marks)
7. (a). Distinguish between balance of payments and balance of trade. (04 marks)
- (b). Suggest measures that can be taken to minimize balance of payment deficits in Uganda. (16 marks)

**END**