

P220/1
ECONOMICS
Paper 1
July/August 2024
3 Hours



WESTERN JOINT MOCK EXAMINATIONS

Uganda Advanced Certificate of Education

ECONOMICS

Paper 1

3 hours

INSTRUCTIONS TO CANDIDATES:

- Answer **FIVE** questions only.
- Section **A** is compulsory. Answers to this section should be concise.
- Answer **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) answered will **not** be marked

SECTION A (20 MARKS)
Answer all parts of this question

1. (a) (i) Distinguish between **market price** and a **reserve price**. (02 marks)
(ii) State **two** ways of price determination in an economy. (02 marks)
- (b) (i) Distinguish between **frictional unemployment** and **residual unemployment**. (02 marks)
(ii) State any **two** causes of frictional unemployment in an economy. (02 marks)
- (c) (i) What is meant by **critical minimum effort** as used in balanced growth strategy. (01 mark)
(ii) Mention any **three** conditions for the success of balanced growth strategy in an economy. (03 marks)
- (d) (i) Distinguish between **currency depreciation** and **currency devaluation**. (02 marks)
(ii) State **two** merits of currency devaluation. (02 marks)
- (e) (i) Define the term **Net National Product (NNP)**. (01 mark)
(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 GDP at factor cost. (02 marks)

SECTION B (80 MARKS)
Answer four questions from this section

2. (a) Why do prices of agricultural products fluctuate? (10 marks)
(b) What are the effects of agricultural price fluctuations in an economy? (10 marks)
3. (a) Distinguish between a **perspective plan** and a **comprehensive plan**. (04 marks)
(b) Suggest measures that should be adopted to improve economic development planning in developing countries. (16 marks)
4. (a) Distinguish between **optimum** and **over population**. (04 marks)
(b) Examine the implications of high population growth rate in an economy. (16 marks)
5. (a) Explain the measures used by oligopolistic firms to increase sales in an economy. (08 marks)
(b) Examine the consequences of oligopoly markets in an economy. (12 marks)
6. (a) Account for low levels of National income in an economy. (10 marks)
(b) How can the level of National income be increased in an economy. (10 marks)
7. (a) Differentiate between a **surplus budget** and a **deficit budget**. (04 marks)
(b) What is the role of National budget as a tool of economic policy? (16 marks)

END

P220/2
ECONOMICS
Paper 2
July/August 2024

3 Hours



WESTERN JOINT MOCK EXAMINATIONS
Uganda Advanced Certificate of Education

ECONOMICS

Paper 2

3 hours

INSTRUCTIONS TO CANDIDATES:

- Answer **FIVE** questions only.
- Section **A** is compulsory. Answers to this section should be concise.
- Answer **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) answered will **not** be marked

SECTION A (20 MARKS)

Answer all parts of this question

1. (a)(i) Distinguish between a **public good** and an **economic good**. (02 marks)
(ii) Give any **two** examples of public goods in Uganda. (02 marks)
- (b)(i) Distinguish between **horizontal** and **vertical** merging of firms. (02 marks)
(ii) Give any **two** reasons for the merging of firms in your country. (02 marks)
- (c)(i) Differentiate between **disguised unemployment** and **frictional unemployment**. (02 marks)
(ii) State any **two** solutions to the problem of disguised unemployment in your country. (02 marks)
- (d)(i) Distinguish between a **sectorial plan** and a **comprehensive plan**. (02 marks)
(ii) State any **two** obstacles to the effective implementation of economic development plans in your country. (02 marks)
- (e)(i) Differentiate between "**proportional tax**" and "**regressive tax**". (02 marks)
(ii) Give **two** effects of proportional tax in your country. (02 marks)

SECTION B (80 MARKS)

Answer four questions from this section

2. (a) What is meant by the term **capital accumulation**? (02 marks)
(b) Examine the factors that influence the rate of capital accumulation in Uganda. (18 marks)
3. (a) Why is there a need to modernize agricultural sector in Uganda? (10 marks)
(b) Explain the factors limiting agricultural modernization in Uganda. (10 marks)
4. (a) Describe the features of an oligopolistic market. (10 marks)
(b) Explain the demerits of oligopolistic markets in an economy. (10 marks)
5. (a) Differentiate between **imported inflation** and **structural inflation**. (04 marks)
(b) Assess the import of inflation in your country. (16 marks)
6. (a) What are the causes of disguised un employment in your country? (04 marks)
(b) Explain the measures that should be taken to increase the level of employment in your country. (16 marks)
7. (a) Assess the role of taxation in an economy. (08 marks)
(b) Suggest ways of how tax collection can be improved in your country. (12 marks)
8. (a) Account for the privatization of public enterprise in your country. (10 marks)
(b) What problems have been faced in the privatization of public enterprises in your country? (10 marks)

END