

P220/1
ECONOMICS
Paper 1
13th Aug. 2024
3 hours



KAMPALA WAKISO GIANT SCHOOLS ASSOCIATION (KWGSA)

Uganda Advanced Certificate of Education

National Joint Mock Examinations 2024

ECONOMICS

Paper 1

3 hours

INSTRUCTIONS TO CANDIDATES:

- ✓ *Attempt any **five** (5) questions.*
- ✓ *Section **A** is compulsory. Answers to this section should be **precise** and **concise**.*
- ✓ *Answer any **four** (4) questions from section **B**.*
- ✓ ***All** questions in section **B** carry **equal** marks.*
- ✓ *Any additional question(s) attempted will **not** be marked.*
- ✓ *Credit will be given for use of relevant diagrams.*

SECTION A: (20 marks)
Answer all parts of this section

1. (a). Outline any **four** uses of the concept of price elasticity of demand. (04 marks)
- (b). (i) Define the term **absolute monopoly**. (01 mark)
(ii) Outline any **three** reasons for the control of monopoly. (03 marks)
- (c). (i) Define the term **trade liberalization**. (01 mark)
(ii) Mention any three reasons why there is need for trade liberalization in an economy (03 marks)
- (d). (i) Distinguish between **bandwagon** and **Snob effect**. (02 marks)
(ii) Mention any **two** reasons that may lead to an increase in demand of a product after an increase in its price. (02 marks)
- (e). (i) Define a **perspective plan**. (01 mark)
(ii) Outline any **three** prerequisites for successful economic planning. (03 marks)

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

2. (a). Distinguish between **price ceiling** and **price floor**. (04 marks)
(b). Asses the implication of minimum price legislation. (16 marks)
3. (a). Define **Debt redemption**. (02 marks)
(b). Briefly explain any **six** methods of clearing public debts. (12 marks)
(c). Outline any **six** negative roles of public debts in economic development. (06 marks)
4. (a). Give **eight** forms of protectionism. (08 marks)
(b). Explain the arguments against protectionism in developing countries? (12 marks)
5. (a). Describe the features of a good economic development plan. (08 marks)
(b). Why may economic development planning be necessary in an economy? (12 marks)
6. (a). What is meant by the term **managed floating exchange rate**? (04 marks)
(b). Examine the **merits** and **demerits** of a managed floating exchange rate in an economy. (16 marks)
7. (a). Account for the high rates of structural unemployment in developing countries. (08 marks)
(b). Suggest policy measures that can be taken to reduce unemployment in an economy. (12 marks)

END