



JOURNEY OF SUCCESS EXAMINATIONS BOARD

Uganda advanced certificate of education

PRE-MOCK EXAMS

ECONOMICS PAPER 1

3HOURS

INSTRUCTIONS TO CANDIDATES:

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

SECTION A (20MARKS)

1. (a) (i) Distinguish between **economic good and free good** (2marks)
(ii) Why is leisure considered as an economic good? (2marks)
- (b) (i) State the Keynesian theory of Unemployment. (1mark)
(ii) State any **three** remedies to Unemployment suggested by JM Keynes (3marks)
- (c) (i) Distinguish between closed shop and open shop trade unions (2marks)
(ii) Give **any two** objectives of trade unions in developing countries (2marks)
- (d) (i) Differentiate between **wage pull inflation** and **monetary inflation** (2marks)
(ii) Give any **two** effects of inflation in an economy (2marks)
- (e) (i) Define the term population census (1mark)
(ii) Mention any **three** reasons for carrying out population census in an economy (3marks)

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

2. (a) Differentiate between **Indicative plan** and **partial planning**. (4 marks)
(b) Assess the impacts of economic planning to an economy (16 marks)
3. (a) Explain the how oligopoly firms attain equilibrium in the short run (06 marks)
(b) Examine the effects of oligopoly firms in an economy (14marks)
4. (a) Explain the Malthusian population trap theory (06 marks)
(b) To what extent is the Malthusian population trap theory applicable to LDCs? (14 marks)
5. (a) Account for the instabilities in prices of agricultural goods in developing countries. (10marks)
(b) Suggest measures that should be taken by developing countries to stabilize prices of agricultural commodities (10 marks)
6. (a) Explain the causes of rising costs of living in developing countries. (10 marks)
(b) Suggest measures that should be taken by developing countries to control rising costs of living (10marks)
7. “One pound rather a thousand-pound technology should be adopted if developing countries are to achieve a faster rate of growth”. Discuss (20marks)