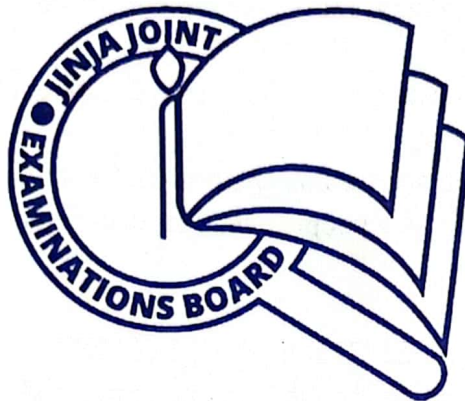


P220/2
ECONOMICS
Paper 2
AUGUST, 2024
3 hours



JINJA JOINT EXAMINATIONS BOARD

Uganda Advanced Certificate of Education

MOCK EXAMINATIONS – AUGUST, 2024

ECONOMICS

Paper 2

3 hours

INSTRUCTIONS:

Answer Five Questions in All.

Section A is Compulsory. Answers to this Section Should be concise.

Answer four questions in section B.

All questions in section B carry equal marks

Credit will be given for the use of relevant diagrams and illustrations.

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Turn Over

SECTION A (20 MARKS)

1. a) (i) Distinguish between aggregate demand and aggregate supply. (02 marks)
(ii) Give any two regressive demand situations in Uganda. (02 marks)
- b) (i) Define trade dependence. (01 mark)
(ii) Suggest any three strategies that should be taken to reduce trade dependence in Uganda. (03 marks)
- c) (i) What is meant by the term "Technology development?" (01 mark)
(ii) Mention any three factors that influence the choice of the techniques of production in Uganda. (03 marks)
- d) (i) Distinguish between natural rate of unemployment and cyclical unemployment. (02 marks)
(ii) Mention any two remedies that have been taken to reduce cyclical unemployment in Uganda. (02 marks)
- e) (i) Differentiate between tax evasion and non- tax compliance. (02 marks)
(ii) Give any two reasons why people evade taxes in Uganda. (02 marks)

SECTION B (80 MARKS)

- 2) a) How does an oligopoly firm determine its output, price and profits in the long run? (06 marks)
b) Discuss the factors that affect the growth of oligopoly firms in Uganda. (14 marks)
- 3) a) Distinguish between discretionary income and per capita income. (04 marks)
b) Explain the challenges faced while compiling national income statistics in Uganda. (16 marks)
- 4) a) Assess the implications of economic growth in Uganda. (12 marks)
b) Suggest measures that can be taken to accelerate economic growth rate in Uganda. (08 marks)
- 5) a) Explain the causes of inflation in Uganda. (10 marks)
b) Why is consumer price index an inaccurate indicator of the rate of inflation in Uganda? (10 marks)
- 6) a) Describe the features of Uganda's exports. (06 marks)
b) Account for the poor terms of trade in Uganda. (14 marks)
- 7) a) Discuss the role of commercial banks in the development process of Uganda. (10 marks)
b) Examine the factors limiting credit creation process in Uganda. (10 marks)