

**PRESIDENT' S OFFICE**  
**REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT**  
**RUVUMA REGION FORM SIX MOCK EXAMINATION**  
**ECONOMICS PAPER TWO**

**TIME: 3:00 HRS**

**October, 2021**

**INSTRUCTIONS**

1. This paper consists of section A , B and C
2. Answer six (6) questions according to instructions given to each section.
3. Write your name on every page of your answer sheet provided
4. Credit will be awarded for brief well argued answers.

**SECTION A (20 MARKS)**

**Answer all questions from this section.**

1. Explain briefly any five banking functions of central bank
2. Briefly explain five principles of good tax.

**SECTION B (40 MARKS)**

**Answer two questions from this section**

- 3 Why do most of plans fail in East Africa (eight points)
4. Given the following equation of hypothetical country

$$Y=C+I$$

$$C=10+0.8Y$$

$$I=40$$

- a) CALCULATE
    - i. The national income
    - ii. Investment multiplier
  - b) Explain six uses of national income statistics
5. a) Discuss five cost of economic growth
  - b) Describe five benefit of economic growth

**SECTION C (40 MARKS)**

**Answer two questions from this section**

6. (a) Examine six (6) functions of the Cooperative societies in the Tanzanian economy.
  - b). Account for the major challenges facing the cooperative societies of Tanzania.  
(Give four (4) points).
7. a) Explain six (6) roles played by the informal sector in boosting economic well-being of Tanzania.
  - b). “ Tanzania is not qualified to be among countries with independent economy” .  
Elaborate by providing four (4) points).
8. Elaborate clearly problems that face countries in economic integration(eight).