

NAME:-----INDEX NO:-----

DATE:-----SIGNATURE:-----

P220/2

ECONOMICS

3 HRS

UGANDA ADVANCED CERTIFICATE OF EDUCATION

RESOURCEFUL MOCK EXAMINATIONS, 2017

ECONOMICS

P220/2

TIME: 3 HOURS

Instructions to candidates:

- ***Answer only FIVE (5) questions.***
- ***Section A is compulsory and the answers to this section should be concise.***
- ***Answer only FOUR (4) questions from section B.***
- ***Draw a mark grid and indicate the questions attempted.***

SECTION A (20 marks)

- 1.(a)(i) Distinguish between inferior goods and complementary goods.(2mks)
- (ii) Give any two (2) examples of complementary goods in your country. (2mks)
- (b)(i) Define the term informal sector. (1mk)
- (ii) State three (3) characteristics of the informal sector in your country.(3mks)
- (c)(i) Define the term capital intensive technology. (1mk)
- (ii) Why may capital intensive technology be adopted in your country? (3mks)

- (d)(i) Define the term cyclical unemployment. (1mk)
(ii) Suggest any three (3) measures that can be adopted to minimize cyclical unemployment in your country. (3mks)

- (e)(i) Distinguish between legal tender and currency. (2mks)
(ii) Give two salient features of good money. (2mks)

SECTION B (80marks)

- 2.(a) Why should the government of your country intervene in the operation of the price mechanism? (10mks)
(b) What measures may be undertaken by your country to control the defects of the price mechanism? (10mks)
- 3.(a) Distinguish between labour productivity and labour efficiency. (2mks)
(b) How can labour productivity be increased in your country? (18mks)
- 4.(a) Distinguish between standard of living and cost of living. (4mks)
(b) Explain the factors that influence the standard of living in your country. (16mks)
- 5.(a) Describe the features of the industrial sector in your country. (6mks)
(b) Discuss the factors that hinder the expansion of the manufacturing sector in your country. (14mks)
- 6.(a) Justify the need to maintain a low population growth rate in your country. (10mks)
(b) Explain the factors that limit the success of population growth rate control policies in your country. (10mks)

- 7.(a) Distinguish between basing and divestiture as used privatization.(2mks)
(b) Account for the divestiture of public enterprises in your country. (18mks)

GOOD LUCK!