

P220/2
ECONOMICS
PAPER 2
JUNE, 2014
3 HOURS

ST.JOSEPH OF NAZARETH HIGH SCHOOL
Uganda Advanced Certificate of Education
PRE-MOCK EXAMS, 2014
ECONOMICS
Paper 2

3 Hours

INSTRUCTIONS:

- *ATTEMPT ALL QUESTIONS IN SECTION A AND **FOUR** QUESTIONS FROM SECTION B.*

SECTION A: (20 Marks)

- 1.(a)(i) Define the term **competitive demand**. (01mk)
(ii) State any **three examples** of competitive demand in your country. (03mks)
- (b)(i) Distinguish between **foreign private investment** and **foreign aid**. (02mks)
(ii) Mention any **two factors** that limit foreign private investments in your country (02mks)
- (c)(i) Define the term **money supply**. (01mk)
(ii) State **three factors** that influence money supply in your country. (03mks)
- (d)(i) Define the term **trade liberalization**. (01mk)

- (ii) Mention any **three ways** of liberalizing trade in your country. (03mks)
- (e)(i) Distinguish between a **floating debt** and a **funded debt**. (02mks)
- (ii) State any **two demerits** of public debts in your country. (02mks)

TURN OVER

SECTION B:

- 2.(a) What are the **advantages** of relying on the price mechanism in your country. (10mks)
- (b) Account for the government interference in the operation of the price mechanism in your country. (10mks)
- 3.(a) Account for the **existence** of trade unions in your country. (06mks)
- (b) Explain the **factors** that determine the strength of trade unions in your country. (14mks)
- 4.(a) Distinguish between **an industry** and **a firm**. (04mks)
- (b) Assess the **contribution** of the industrial sector in the development of your country. (16mks)
- 5.(a) Differentiate between **disguised unemployment** and **frictional unemployment**. (04mks)
- (b) Why does government strive to control unemployment in your country? (16mks)
- 6.(a) Explain the **benefits** of adopting protectionist policies in your country. (10mks)
- (b) What are the **demerits** of protectionist policies in your country? (10mks)
- 7.(a) Distinguish between **public enterprises** and **private enterprises**. (04mks)

(b) Assess the **contribution** of public enterprises in the development of your country.

(16mks)

END.