

P220/2
ECONOMICS
PAPER 2
JULY/AUGUST 2019
3HRS

PRECIOUS:



WESTERN JOINT MOCK EXAMINATIONS 2019

Uganda Advanced Certificate of Education

ECONOMICS

Paper 2

3HOURS

INSTRUCTIONS TO CANDIDATES

- Answer **5** questions in all
- Section **A** is compulsory. Answers to this section should be concise
- Answer **4** questions from section **B**
- **All** questions in section **B** carry equal marks
- Credit will be given for use of relevant diagrams

SECTION A COMPULSORY (20MARKS).

1. (a)(i) Distinguish between excess capacity and over production
(ii) Give two causes of excess capacity in Uganda
- (b)(i) What is meant by subsistence sector
(ii) Give any three features associated with subsistence production in Uganda
- (c)(i) How is Economic rent related to transfer earnings in Economics?
(ii) Mention two determinants of economic rent in Uganda
- (d) Give any four conditions necessary for "take off" stage to take place
- (e)(i) Define the term land tenure system
(ii) Give any three examples of land tenure systems in Uganda

SECTION B: Answer any *four* questions from this section (80mrks)

2. (a) Account for the persistent shortage of foreign exchange in Uganda
(b) What measures can government take to alleviate the above situation?
3. (a) Account for the recent increase in government expenditure in Uganda
(b) Explain the policies that are being taken to cut down on this expenditure without interfering with the economic development of Uganda
4. (a) Account for the rampant lack of employment opportunities in Uganda
(b) What are the steps being taken to reduce this problem in Uganda
5. (a) What role does Agriculture play in the development of Uganda?
(b) Explain the problems facing the agricultural sector in Uganda
6. (a) What are the features of a good tax system?
(b) Why levy different forms of taxes in Uganda?
7. (a) Describe the stages of economic integration.
(b) Why is economic integration failing to achieve its objectives in developing countries?

2:25. A
55 2
3: 25 3
(2mrks)
55 4
(2mrks)
25 5