

P220/2  
ECONOMICS  
Paper 2  
July/August, 2024  
3 hours



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**GLORISO EXAMINATIONS BOARD (GEB)-KAMPALA**  
**SECONDARY SCHOOLS JOINT MOCK EXAMINATIONS, 2024**

*Uganda Advanced Certificate of Education*

**ECONOMICS**

**Paper 2**

**3 HOURS**

**INSTRUCTIONS TO CANDIDATES:**

- ✓ Answer **FIVE** questions only.
- ✓ Section A is **compulsory** and answers to this section should be concise.
- ✓ Attempt only **four** questions from Section **B**.
- ✓ All questions in Section **B** carry equal marks.
- ✓ Credit will be given for use of relevant graphs.
- ✓ Any additional question(s) answered will **NOT** be marked.

**SECTION A: (20 MARKS)***Answer all parts of this question.*

1. (a) (i) Distinguish between a market demand and aggregate demand. (02 marks)  
 (ii) State the components of aggregate demand in Uganda. (02 marks)
- (b) Differentiate between the following principles of economic development planning:
  - (i) Feasibility and optimality (02 marks)
  - (ii) Sequencing and proportionality (02 marks)
- (c) (i) Distinguish between Fiat money and Fiduciary issue. (02 marks)  
 (ii) Give any two features of good money in Uganda. (02 marks)
- (d) Mention four ways by which the government is trying to improve the performance of the private sector in Uganda. (04 marks)
- (e) (i) What is meant by absolute poverty? (01 mark)  
 (ii) Mention three causes of poverty in your country. (03 marks)

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

2. (a) Account for the recent increase in tax returns in Uganda. (08 marks)  
 (b) Why are indirect taxes preferred in the collection of public revenue in Uganda? (12 marks)
3. (a) What factors are limiting the attainment of a faster economic growth rates in Uganda? (10 marks)  
 (b) What measures are being taken to increase the level of production in most firms in Uganda? (10 marks)
4. (a) Distinguish between “Competitive Supply” and “Complementary Supply”. (04 marks)  
 (b) Explain the factors that may lead to a decrease in supply of a commodity in Uganda. (16 marks)
5. (a) Distinguish between a minimum wage and a living wage. (04 marks)  
 (b) Explain the factors that influence the level of wages in Uganda. (16 marks)
6. (a) Account for the unfavourable terms of trade in Uganda. (10 marks)  
 (b) What policy measures can be adopted to improve the terms of trade in Uganda? (10 marks)
7. (a) What are non-banking financial intermediaries? (04 marks)  
 (b) Explain the role played by non-banking financial intermediaries in the development of Ugandan economy. (16 marks)

**\*\*THE END\*\***