

P220/2
ECONOMICS
Paper 2
July/August 2025
3 hours



WAKISSHA JOINT MOCK EXAMINATIONS

Uganda Advanced Certificate of Education

ECONOMICS

Paper 2

3 hours

INSTRUCTIONS TO CANDIDATES:

- *This paper consists of **two** sections, **A** and **B**.*
- *Section **A** is **compulsory**. Answers to this section should be **precise and concise**.*
- *Answer **four** questions from section **B**.*
- *Answer **five** questions only.*
- *Credit will be given for use of relevant diagrams.*
- *Any additional question(s) answered will **not** be marked.*

SECTION A (20 MARKS)

Answer **all** parts of this question.

1. (a) (i) Distinguish between **import substitution industries** and **export promotion industries**. (02 marks)
(ii) State any **two** objectives of establishing import substitution industries in Uganda. (02 marks)
- (b) (i) Define the term **absorptive capacity**. (01 mark)
(ii) List any **three** reasons for low absorptive capacity in Uganda. (03 marks)
- (c) Give **four** adverse effects of a young population in Uganda. (04 marks)
- (d) (i) Distinguish between a **reproductive debt** and a **dead weight debt**. (02 marks)
(ii) State **two** methods that can be used to reduce the public debt in Uganda. (02 marks)
- (e) (i) Differentiate between **public enterprises** and **private enterprises**. (02 marks)
(ii) Give **two** traits of private enterprises in Uganda. (02 marks)

SECTION B (80 MARKS)

Answer only **four** questions from this section.

2. (a) What are sources of monopoly in Uganda? (10 marks)
(b) Account for the need to control monopoly in Uganda. (10 marks)
3. (a) Examine the role played by foreign investors in Uganda. (10 marks)
(b) What measures has government taken to attract foreign investors to Uganda? (10 marks)
4. (a) Distinguish between picketing and collective bargaining. (04 marks)
(b) Why do workers in Uganda earn different wages? (16 marks)
5. (a) Describe the methods used to restrict foreign trade in Uganda. (10 marks)
(b) Discuss the challenges that arise out of adoption of trade protectionist policies in Uganda. (10 marks)
6. (a) What is the rationale for levying taxes in Uganda. (10 marks)
(b) Advise the government on measures that can be taken to increase government revenue in Uganda. (10 marks)
7. (a) Analyse the importance of carrying out economic development planning in Uganda. (10 marks)
(b) Discuss the factors that affect effective implementation of economic development plans in Uganda. (10 marks)

END