

S6 RESOURCE MOCK EXAM SET 1 2019  
APPLIED ECONOMICS PAPER TWO  
P220/2

**Time:** 3 Hours

**Instructions**

- This paper consists of two sections; **A** and **B**
- Section A is **compulsory** and questions in this section require **precise** and **concise** answers
- Attempt only **four** questions from section B. Rubrics shall not be marked.
- Questions in section B carry equal marks.

**SECTION A** (Compulsory – 20 marks)

1. a) i) What is meant by labour productivity? **(1 mark)**  
ii) State **six** reasons for low labour productivity in Uganda. **(3 marks)**  
b) Give four features of Ugandan formal sector. **(4 marks)**  
c) i) What is meant by the term **privatisation**? **(1 mark)**  
ii) State **three** forms of privatisation undertaken in Uganda. **(3 marks)**  
d) State any **four** forms of dependence existing in Uganda. **(4 marks)**  
e) i) What is an **investment multiplier**? **(1 mark)**  
ii) Given that the coefficient of multiplier in an economy is 5; and that income increased from Shs.100 billion to Shs.120 billion, find the initial change in investment level. **(3 marks)**

**SECTION B** (Answer **four** questions – 80 marks)

2. a) Account for the low level of agricultural productivity in Uganda. **(10 marks)**  
b) What attempts are being made to increase agricultural productivity in Uganda? **(10 marks)**
3. a) Explain the role of private sector in the development of Uganda. **(10 marks)**  
b) What are the challenges faced by the private sector in Uganda? **(10 marks)**

4. a) Distinguish between under population and over population. **(4 marks)**
- b) Explain the factors responsible for rapid population growth in most LDCs? **(16 marks)**
- 5.a) Distinguish between “**piece rate**” and “**time rate**” system of wage payment. **(4 marks)**
- b) Explain why most employers in Uganda prefer the use of the piece rate system of wage payment. **(16 marks)**
6. a) What factors are responsible for the low level of employment in Uganda? **(10 marks)**
- b) Explain the measures being taken to increase the level of employment in Uganda. **(10 marks)**
7. a) What challenges are faced during plan formulation in Uganda? **(10 marks)**
- b) Explain the steps being taken to improve economic development planning in Uganda. **(10 marks)**

END