

A'LEVEL ECONOMICS REV QNS

1. a) i. Distinguish between cross elasticity of demand and price elasticity of demand.
ii. State two uses of cross elasticity of demand in your country.
b) i. If the change in investment is \$500 billion and the marginal propensity to consumer is 60%, determine the final change in income in the economy.
ii. Give two factors influencing operation of the investment multiplier in your country.
c) Mention four arguments usually forwarded by workers when demanding for higher wages in your country.
d) i. Differentiate between direct taxes and indirect taxes.
ii. Outline two merits of direct taxes in your country.
e) i. Define economic planning.
ii. State three pre-requisites for success of economic planning in your country.
2. a) Distinguish between an increase in demand and an increase in Quantity demanded.
b) Explain the causes of an increase in demand in your country.
3. a) Account for the income inequalities in your country.
b) Examine the measures being used to reduce income inequalities in your country.
4. a) Describe the structure of the agricultural sector in your country.
b) Discuss the demerits of the structure of the agricultural sector in your country.
5. a) Explain the solutions to unemployment according to J.M Keynes.
b) What are the limitations of the Keynesian theory of unemployment in your country?
6. a) Examine the benefits of privatization of public enterprises in your country.
b) Explain the problems arising from privatization of public enterprises in your country.
7. a) Explain the tools of protectionism used in your country.
b) Assess the impact of protectionism in your country.
8. a) i) Define the term aggregate demand.
ii) Mention any three determinants of aggregate demand in your country.
b) i) Define the term Gross Domestic Product.
ii) State any three statistical problems of measuring Gross Domestic Product in your country.
c) i) Define the term trade union.
ii) State any three features of trade unions in your country.
e) Distinguish between tax evasion and tax avoidance.
ii) State any two measures that should be taken to minimize tax evasion in your country.

- 9 a) Discuss the sources of monopoly power in your country.
- b) Explain the measures that should be taken to control monopoly power in your country.
10. a) Explain the benefits of the industrial sector in your country.
- b) What are the problems faced by the industrial sector in your country?
11. a) Distinguish between under population and over population.
- b) Examine the consequences of an increasing population in your country.
12. a) What are the causes of open urban unemployment in your country.
- b) Explain the measures being taken to reduce open urban unemployment in your country.
13. a) What are the causes of cost push inflation in your country?
- b) Explain the effects of hyperinflation in your country.
14. a) What is meant by economic development planning?
- b) Explain the factors that affects the implementation of development plans in your country.