

EXAMINATIONS COUNCIL OF SWAZILAND Swaziland General Certificate of Secondary Education

CANDIDATE NAME		
CENTRE NUMBER		CANDIDATE NUMBER
ECONOMICS		6899/02
Paper 2 Structu	red Questions	October/November 2018
	wer on the Question Paper aterials Required	2 hours

READ THESE INSTRUCTIONS FIRST

Write your Centre number, candidate number and name on all the work you hand in. Write in dark **blue** or **black** pen. You may use a soft pencil for any diagrams, graphs or rough working.

You may use a soft pencil for any diagrams, graphs or rough working Do **not** use staples, paper clips, highlighters, glue or correction fluid. You may use a calculator.

This paper consists of **six** questions, answer any **four** questions.

The number of marks is given in brackets [] at the end of each question or part question.

For Examine	r's Use
Question 1	
Question 2	
Question 3	
Question 4	
Question 5	
Question 6	
Total (Four Questions)	

This document consists of 19 printed pages and 1 blank page.

Answer any four questions.

(a)	lder	dentify two causes of changes in supply.								
	(i)									
	(ii)									
		[2]								
(b)	Ехр	lain any two features of a planned economy.								
	(i)									
	(ii)									
		[4]								
(-)	۸ ۲ -									
(C)	in d	Il in the price of a bag of onions from E60 per bag to E50 per bag leads to an increase emand from 2 000 bags per month to 2 100 bags per month.								
	(i)	Calculate the price elasticity of demand for the onions.								
		[3]								
		[-1								

(ii)	Using your answer to (c)(i) , explain how the concept of price elasticity of demand can be of importance to the onion producers.
	[4]

benefits by				

2		tnerships are owned by only two people while public limited companies are owned by the ernment.						
	(a)	Exp	lain whether the above information is correct.					
			[3]					
	(b)	Des	cribe two reasons why some firms remain small in size.					
		(i)						
		(ii)						
			[4]					

company	ou advise ? Support	t your an	swer.	•	·		J	,	

3	(a)	lden	tify three reasons why a government may set up public corporations
		(i)	
		(ii)	
		(iii)	
			[3]
((b)	Expl	ain what is meant by progressive tax system, giving an example.
			[3]

(c)	Analyse why public corporations are sometimes privatised?
	[7]

(d)	Discuss whether economic growth is always beneficial for countries.
	[7]

(a)	Explain the characteristics of any two phases of the economic cycle.				
	(i)				
	(ii)				
		[4]			
(b)	(i)	Explain the reason why weights are assigned to a basket of goods when calculating inflation.			
		[2]			

	(ii)	Assume consumers spend E30 on food, E40 on clothing and E30 on entertainment. The price of food and clothing rise by 5% whereas the price of entertainment falls by 10%.
		Calculate the inflation rate. (Show your working)
		[4]
(c)	Ana	alyse the effects of inflation on the balance of payments.
		[3]

,,,,	ur answer.				
	,	 		 	
		 	•••••	 	

(a)	Exp	lain what is meant by absolute poverty.
		[2]
(b)	Ехр	lain any two policies used to alleviate poverty in Swaziland.
	(i)	
	(ii)	
	()	
		[4]
(0)	Evn	
(6)		lain what usually happens to the occupational distribution of a country as it becomes e developed.
	•••••	
		[3]
		[9]

(d)	Anal	yse any two effects of an ageing population in an economy.
	(i)	
	(ii)	
		[4]

Many people migrate from rural to urban areas. Do you support rural-urban migration Justify your answer.

(a)	Defi	ne floating exchange rate.
		[2]
(b)	The two	current account of the balance of payments is divided into four parts. Describe any of these parts.
	(i)	
	(ii)	
		[4]

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	services. Would you advise a country to specialise? Justify your answer.
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