



EXAMINATIONS COUNCIL OF ESWATINI
Eswatini General Certificate of Secondary Education

CANDIDATE
NAME

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CENTRE
NUMBER

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CANDIDATE
NUMBER

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ECONOMICS

6899/02

Paper 2 Structured Questions

October/November 2020

2 hours

Candidates answer on the Question Paper
No Additional Materials Required

READ THESE INSTRUCTIONS FIRST

Write your Candidate name, centre number and candidate number 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.
Do **not** use staples, paper clips, highlighters, glue or correction fluid.

This paper consists of **six** questions, answer any **four** questions.
You may use a calculator.

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

For Examiner's Use	
Question 1	
Question 2	
Question 3	
Question 4	
Question 5	
Question 6	
Total	

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

Answer any **four** questions.

1 (a) Explain what is meant by the following terms:

(i) Price inelastic demand

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..... [2]

(ii) economic goods

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..... [2]

(b) Describe **two** ways in which land is different from labour.

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..... [4]

(c) (i) Explain what is shown by a production possibility curve.

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..... [2]

(ii) Explain the significance of opportunity cost for a government when making its spending decisions.

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..... [3]

2 (a) (i) Explain any **two** non-wage factors that might influence a worker's choice of occupation.

Factor 1

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Factor 2

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..... [4]

(ii) Define the term 'bear' in relation to Stock Exchange trading.

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..... [2]

(b) Explain why the central bank is considered as a lender of the last resort.

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(c) Explain why individuals' borrowing may decrease in an economy.

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..... [5]

3 (a) State any **three** characteristics of a perfect competition.

Characteristic 1

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Characteristic 2

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Characteristic 3

..... [3]

(b) Explain what is meant by the term 'external economies of scale'. Give **one** example.

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..... [3]

4 (a) State any **two** types of inflation.

Type 1

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Type 2

..... [2]

(b) Define the following terms:

(i) full employment

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..... [2]

(ii) privatisation

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(c) Analyse how the fiscal policy can result in a more even distribution of income.

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(d) Discuss whether businesses should be state-owned.

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[7]

5 (a) State **two** components of Human Development Index other than Gross National Income per head.

Component 1

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Component 2

..... [2]

(b) Define the following terms:

(i) economic cycle

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..... [2]

(ii) self employment

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6 (a) List any **two** sections of the Balance of Payments current account.

Part 1

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Part 2

..... [2]

(b) Explain the following terms:

(i) exchange rate

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..... [2]

(ii) embargo

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..... [2]

