



EXAMINATIONS COUNCIL OF ESWATINI
Eswatini General Certificate of Secondary Education

CANDIDATE
NAME

CENTRE
NUMBER

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CANDIDATE
NUMBER

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ECONOMICS

6899/02

Paper 2

October/November 2023

2 hours

Candidates answer on the Question Paper
No Additional Materials are required

READ THESE INSTRUCTIONS FIRST

Write your name, Centre number and candidate number in the spaces provided.
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 **four** questions, answer **all** questions.
You may use a calculator.

At the end of the examination, fasten all your work securely together.
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	
Total	

This document consists of **13** printed pages and **3** blank pages.

Answer all **four** questions

1 The Eswatini Environmental Authority emphasises the conservation of natural resources. This ensures that factors of production are available in future for the supply of products demanded by consumers.

(a) State **two** examples of a natural resource other than land.

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..... [2]

(b) Explain how the factor of production land can be occupationally mobile.

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..... [2]

(c) State the rewards for the following factors of production:

(i) Capital

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(ii) Labour

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(iii) Enterprise

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..... [3]

(e) Discuss whether a country should conserve its natural resources.

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2 Ownership of a firm can be through the buying of shares from the stock exchange. It can also be through acquiring a company such as sole traders which may expand into partnerships or even limited companies. Expansion of businesses usually triggers the involvement of trade unions.

(a) Identify **three** characteristics of a partnership.

- (i)
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- (ii)
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- (iii)
..... [3]

(b) Explain the following terms:

- (i) Economies of scale
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- (ii) A stock exchange bear market
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..... [4]

3 Taxes are collected from individuals and companies as a means to achieve government aims such as; economic growth, low inflation and low rate of unemployment.

(a) Explain any **two** characteristics of a good tax system.

(i)
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(ii)
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..... [4]

(b) Explain what is meant by indirect taxation and give **two** examples.

Explanation

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Examples

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..... [3]

4 It has been noted that in developing countries, rural-urban migration increases the dependency ratio and poverty in rural areas. Moreover, developing countries have a high rate of population growth, which has an effect on the balance of payments.

(a) Identify **three** negative effects of rural-urban migration in a country.

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..... [3]

(b) Explain the following terms:

(i) Dependency ratio

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(ii) Balance of payments

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..... [4]

(c) Analyse reasons why a current account surplus may occur.

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