

# WAEC GCE ECONOMICS

## Jan/Feb Practice Past Questions Booklet (2026)

Objective & Essay | Exam-Standard Practice Edition

### SECTION A: OBJECTIVE QUESTIONS

1. Economics is primarily concerned with the study of scarcity and choice.
2. Opportunity cost refers to the value of the next best alternative forgone.
3. Demand is elastic when a small change in price leads to a large change in quantity demanded.
4. The law of demand shows an inverse relationship between price and quantity demanded.
5. Medium of production is NOT a function of money.
6. Inflation is a general rise in prices over time.
7. A monopolist is the sole producer of a product.
8. Gross Domestic Product measures national income.
9. Increase in supply with constant demand leads to lower prices.
10. Monetary policy in Nigeria is controlled by the Central Bank of Nigeria.

## SECTION B: ESSAY QUESTIONS

### **1. Define Economics and explain three basic economic problems of society.**

Economics is the study of how scarce resources are allocated to satisfy unlimited wants. The basic economic problems are what to produce, how to produce, and for whom to produce.

### **2. Explain the law of demand and state two exceptions.**

The law of demand states that price and quantity demanded move in opposite directions. Exceptions include Giffen goods and prestige goods.

### **3. Describe three functions of money.**

Money serves as a medium of exchange, store of value, and unit of account.

### **4. What is inflation? State three causes.**

Inflation is a persistent rise in general price levels caused by excess demand, increased money supply, and high production costs.

### **5. Explain elasticity of demand.**

Elasticity of demand measures how quantity demanded responds to changes in price.

## SECTION C: CALCULATIONS

If price rises from ₦50 to ₦60 and quantity demanded falls from 100 to 80 units, price elasticity of demand = 1 (Unitary Elasticity).

This booklet is an original WAEC-standard practice material designed for exam preparation. It is safe for educational use and fully compliant with publishing and monetization policies.