



AEQUAM SERVARE MENTEM

**SASTRI COLLEGE
DEPARTMENT OF BCM
FINAL EXAMS - 2018**

ECONOMIC AND MANAGEMENT SCIENCE

GRADE: 8

EXAMINER: B.S.PATEL

MODERATOR: Z.B.ISMAIL

MARKS: 150

TIME: 2 HOURS

INSTRUCTIONS

- THIS BOOKLET SERVES AS BOTH A QUESTION PAPER AND ANSWER BOOK.
- THIS BOOKLET CONSISTS OF 10 PAGES.
- ANSWER ALL QUESTIONS IN THE SPACE PROVIDED.
- READ THE INSTRUCTIONS FOR EACH QUESTION CAREFULLY AND ANSWER ONLY WHAT IS REQUIRED.
- USE THE MARK ALLOCATION TO DETERMINE THE LENGTH OF ANSWERS.
- SHOW ALL YOUR WORKINGS WHERE APPLICABLE.
- WRITE CLEARLY AND NEATLY.

NAME:	GRADE:	8	
			150

SECTION	TOPIC/ TYPES OF QUESTIONS	MAX MARK	FINAL MARK	MOD
A • Economy • Financial Literacy • Entrepreneurship	1.1 Multiple Choice Question	10		
	1.2 Matching Columns	10		
	1.3 True or False	10		
	1.4 Fill in the missing word	10		
B Economy	2. Government and National Budget	18		
	3. Standard of Living	13		
	4 Markets	5		
C Financial Literacy	5. Subsidiary Journals	22		
	6. General Ledger	12		
	7. Accounting Concepts	3		
	8. Accounting Equation	12		
D Entrepreneurship	9. Factors of Production/ Forms of Ownership/ Management	25		
TOTAL		150		

SECTION A : QUESTION 1

MULTIPLE CHOICE QUESTION – 10 MARKS

1.1 Choose the correct answer from the alternatives provided. Only **CIRCLE** the letter corresponding to your choice.

1.1. Value Added Tax (VAT) is an example of:

1

- A. Direct Tax
- B. Sin Tax
- C. Indirect Tax
- D. Personal Tax

1.1. Unemployment occurs when -----

2

- A. People who have jobs look for jobs
- B. People who do not have jobs, find jobs
- C. People have lots of jobs
- D. People who do not have jobs, are actively looking for jobs but cannot find any.

1.1. The four elements of management are:

3

- A. Planning, organising, leading , controlling
- B. Planning, advertising, controlling, leading
- C. Leading, planning, deciding, organising
- D. Organising, leading, controlling, deciding

1.1. The supply of water is the responsibility of which level of Government?

4

- A. Provincial Government
- B. National Government
- C. State
- D. Local Government

Another term for the first book of entry.

1.1.

5

- A. General Ledger
- B. Trial Balance
- C. Source Document
- D. Subsidiary Journal

MATCHING COLUMNS– 10 MARKS

1.2 Match each of the statements in **COLUMN A** with the terms in **COLUMN B**. Write down only the correct letter next to the number in the space provided.

COLUMN A		COLUMN B		ANSWER	
1.2.1	The supply of labour depends on the	A	Lifestyle	1.2.1	
1.2.2	Income is greater than expenses	B	Company Tax	1.2.2	
1.2.3	The owner is liable for all the debts of the business	C	Profit	1.2.3	
1.2.4	The manner in which people spend their money, use goods and services, worship and express their culture	D	Composition of gender and age	1.2.4	
1.2.5	Charged on products that South Africans import from other countries.	E	Customs Duty	1.2.5	
		F	Sole Trader		

TRUE OR FALSE QUESTION- 10 MARKS

1.3 Indicate whether the following statements are TRUE or FALSE. Write down only TRUE or FALSE in the space provided

		ANSWER
1.3.1	The name of a private company has to end with LTD.	
1.3.2	The original receipt is retained by the business and the duplicate receipt is given to the customer.	
1.3.3	The reward for natural resources (land) is rent..	
1.3.4	The source document for salaries paid is a deposit slip.	
1.3.5	Interest Income will be listed under the Nominal Account Section In the Trial Balance	

FILL IN THE MISSING WORDS- 10 MARKS

1.4 Provide the correct word/s to complete each of the following statements. Write only the correct answer in the space provided.

- 1.4.1 The _____ is used to test the application of the double entry principle and the arithmetical accuracy of entries.
- 1.4.2 A _____ is a statement that reflects the financial position of a business at a specific date.
- 1.4.3 The _____ Act ensures that businesses treat their workers fairly and covers affirmative action.
- 1.4.4 Public companies can raise a large amount of capital by issuing/ selling _____.
- 1.4.5 Minimum wage structures is one of the main causes of _____.

SECTION B - THE ECONOMY

QUESTION 2 - GOVERNMENT AND NATIONAL BUDGET

2.1 Analyse the information below and answer the questions that follow:

Summary of 2018/2019 Budget Expenditure

BUDGET ALLOCATION	REVENUE PERCENTAGES
Economic Development	14
Debt Service Cost	9
Social Development	?
Health	15
Peace and security	12
General public services	11
Transport	7
Housing	4
Education	19

2.1.1	Calculate the allocation for social development in percentage.	(2)
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2.1.2	Identify the government department which received the largest allocation. Motivate a reason for this allocation.	(3)
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2.1.3	Which department is police allocation coming from?	(2)
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2.1.4	List any 3 (three) sources of state revenue.	(3)
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2.1.5	Outline the role of the National Government as both a producer and consumer in respect of business.	(4)
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2.1.6	Describe two ways in which the National Budget influences growth and redressing inequalities.	(4)
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QUESTION 3 –STANDARD OF LIVING

3.1 Use the table below to classify each of the following statements as referring to **self – sufficient societies, rural societies or modern societies.**

	STATEMENT	TYPE OF SOCIETY
3.1.1	Use technology in everyday life.	
3.1.2	Are situated in areas isolated from cities.	
3.1.3	Plough maize in order to provide food for their families.	
3.1.4	Do specialised jobs in large industries.	
3.1.5	They do not earn large income because they rely on small businesses.	

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3.2	"Development has a negative impact in our environment". Explain.	(4)
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3.3	Supply TWO examples of the productive use of resources to promote a healthy environment.	(4)
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QUESTION 4 –MARKETS

4.1	Define the term factor market.	(2)
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4.2 Indicate by an X if each of the statements refers to Goods and Services Market or Factor Market		
Nature of Activity	Goods and Services Market	Factor Market
4.2.1 Banks offering various investment options and providing loans		
4.2.2 Flea markets where people sell all kinds of used items like books, clothes, toys.		
4.2.3 Paying Muthusi Drycleaners		

QUESTION 7- ACCOUNTING CONCEPTS

Give ONE example of each of the following:

		ANSWER
7.1	Fixed Asset	
7.2	Current Asset	
7.3	Liability	

3

QUESTION 8- ACCOUNTING EQUATION

Analyse the transactions below according to the columns provided.

Transaction	Account Debit	Account Credit	A =	OE +	L
Bought stationery for cash from Mighty Suppliers, R2 700.					
Bought a second hand vehicle costing R70 000 by cheque.					
Tando starts his business with a cash investment of R12 000.					

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SECTION D – ENTREPRENEURSHIP

QUESTION 9

Read the case study below and answer the questions that follow.

COCO'S RESTAURANT

Elaine Joseph and Sally Gumede are the owners and managers of a popular restaurant called CoCo's. The restaurant has a take-away and a sit-down section, and serve delicious meals for lunch and dinner.

Sally is in charge of the restaurants' employees. There are people who work in the kitchen under the management of the chef, who reports to Sally. She directly oversees the people who clean the restaurant, as well as the waiters and waitresses, and she organises the shifts that everyone works.

Elaine is responsible for many of the other tasks that form part of running a restaurant. She deals with all the correspondence, monitors the stock levels. Elaine also evaluates the success of different items on CoCo's menu. After her evaluation, she removes those items that are not selling well, and adds new options to the menu in their place.

When Sally and Elaine decided to change the uniforms worn by the waiters and waitresses, Sally wanted to call a meeting of the staff to show them the uniform samples so that they could choose the one they liked best. Elaine disagreed with Sally's approach. She did not want to consult the staff. She liked one fabric and style, and wanted to go ahead and have the uniforms made up.

9.1.	In the situation described above, describe which person is a democratic manager. Motivate your answer by quoting from the case study.	(3)
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9.2	Elaine's style of management differs from Sally's. Whose way is better? Why do you think so?	(3)
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9.3	State ONE advantages and ONE disadvantage of Elaine having a partner. Advantage: Disadvantage	(4)
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