

ECONOMIC AND MANGEMENT SCIENCES

GRADE 8 – 2023

TERM 2 – MID-YEAR CONTROLLED TEST

PAPER 2: THE ECONOMY AND ENTREPRENEURSHIP

MARKS: 50

DURATION: 60 MINUTES

QUESTION PAPER

INSTRUCTIONS AND INFORMATION

This question paper consists of Section A, B and C based on the prescribed content framework in the CAPS amendment document.

SECTION A: ALL TOPICS

QUESTION 1.1	Multiple choice	(10)
QUESTION 1.2	True or False	(5)
		[15]

SECTION B: THE ECONOMY

QUESTION 2	Standard of Living	(9)
QUESTION 3	Markets	(9)
		[18]

SECTION C: ENTREPRENEURSHIP

QUESTION 4	Factors of Production	(17)
		[17]



1. All questions are compulsory.
2. Answer all questions in the ANSWER BOOK provided.
3. Write neatly and legibly.

SECTION A: ALL TOPICS

QUESTION 1

1.1 MULTIPLE-CHOICE QUESTIONS

Various options are provided as possible answers to the following questions. Choose the answer and write only the letter (A – D) next to the question number (1.1.1. – 1.1.5) in the ANSWER BOOK provided.

1.1.1 This law specifies what safe and healthy workplaces are to ensure that employees health is not damaged. (2)

- A. Labour Relations Act
- B. Basic Conditions of Employment Act
- C. Occupational Health and Safety Act
- D. Compensation for Occupational Injuries and Disease Act

1.1.2 When you underwent a short training period and do mostly routine work, you will be classified as ... labour. (2)

- A. Highly skilled
- B. Semi-skilled
- C. Unskilled
- D. Skilled

1.1.3 Gold, foreign exchange and shares are examples of ... (2)

- A. financial liabilities
- B. financial assets
- C. commodities
- D. consumer goods

1.1.4 This level of government is responsible for the overall running of the country and deals with national issues such as safety and security, foreign affairs, and international trade. (2)

- A. Local government
- B. District municipalities
- C. Provincial government
- D. National government

1.1.5 Direct taxes can be defined as: (2)

- A. Tax levied on alcohol and tobacco related products.



- B. Money that is paid directly to the government by businesses or individuals based on their income.
- C. Taxes which are paid on the sale of goods and services by the owner of the business/retailer.
- D. Money that is paid on the value of a property when it is bought.

[10]

1.2. TRUE OR FALSE

Indicate whether the following statements are TRUE or FALSE. Write only True or False next to the question number in the ANSWER BOOK provided e.g. 1.2.6 True

- 1.2.1 Workers are the human capital of a business. (1)
- 1.2.2 Interest rates are determined in the capital market. (1)
- 1.2.3 Interest is the remuneration for the factor of production, natural resources (1)
- 1.2.4 The executive branch of the national assembly is responsible to ensure that justice is served if laws are broken. (1)
- 1.2.5 Economic inequalities refer to the gap in the levels of wealth and income between the rich and the poor. (1)

[5]

TOTAL SECTION A: 15

SECTION B – THE ECONOMY

QUESTION 2 – STANDARD OF LIVING

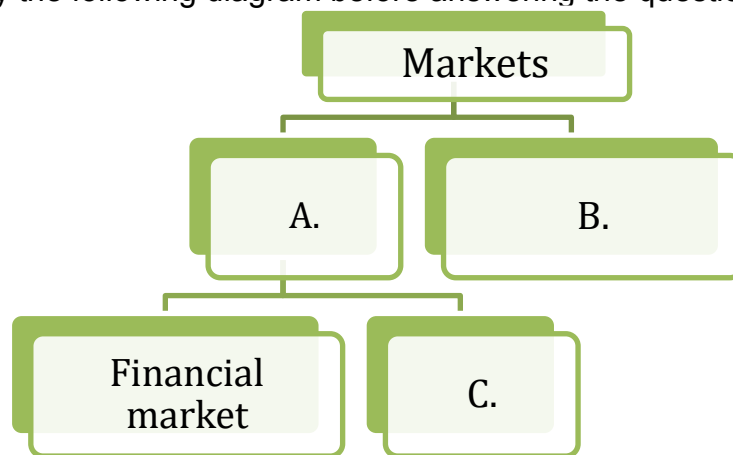


- 2.1 Provide the concept that best describes the following: (2)
 - a. The level of wealth, comfort, material goods, and necessities available to a certain socio-economic class or geographic area.
 - b. The increased use of large-scale methods of production, manufacture and construction.

- 2.2 List THREE characteristics of a modern society. (3)
- 2.3 **Unemployment can be defined as a situation where someone who is willing and able to work is unable to find job.**
- 2.3.1 In your opinion, why do you think a declining economic growth rate lead to an increase in unemployment? (2)
- 2.4 List TWO ways in which resources can be used productively. (2)
- [9]

QUESTION 3 – MARKETS

- 3.1 Study the following diagram before answering the questions:



- 3.1.1 Define “markets”. (2)
- 3.1.2 Indicate the correct market at A, B and C in the above diagram. (3)
- 3.1.3 The financial market can be divided into the money market and the capital market. Tabulate the difference between the money market and capital market. (4)

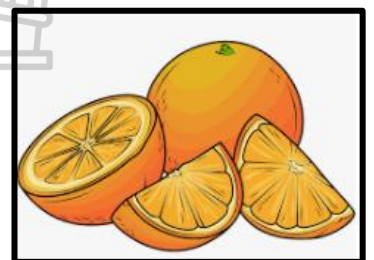
TOTAL SECTION B: [9] 18

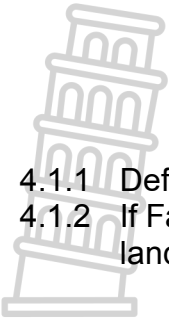
SECTION C – ENTREPRENEURSHIP

QUESTION 4 – FACTORS OF PRODUCTION

Farmer John is the founder and owner of Best Produce Farms. They specialize in the growing of oranges and nartjies. Farmer John bought his first farm in 1980. Ever since he tries to expand his business on a yearly basis. Farming is all he knows. It is his passion and he love sharing it with all his employees.

answering the questions.





- 4.1.1 Define the term “capital” (2)
4.1.2 If Farmer John must take out a loan to buy an additional piece of land, the loan is an example of _____ capital. (1)

- 4.2 Farmer John employs a number of people to work on the farms and in his business. Look at the following pictures before answering the questions.



Picture A
Orange picker on one of the farms



Picture B
Accountant of Best Produce Farms

- 4.2.1 Picture A and Picture B is representative of this factor of production. (2)
4.2.2 Classify Picture A and Picture B according to the skills level. (2)
4.2.3 Farmer John believes in fair employment practises. (4)
Differentiate between the Labour Relations Act and the Basic Conditions of Employment Act.

- 4.3



- 4.3.1 Define the term “natural resources” (2)

4.3.2 Give ONE example of a renewable and a non-renewable resource each. (2)



4.4 Choose the correct word between brackets: (2)

The remuneration for Entrepreneurship is (rent / profit)

TOTAL SECTION C: 17
GRAND TOTAL: 50

[17]

