



basic education

Department:
Basic Education
REPUBLIC OF SOUTH AFRICA

GENERAL EDUCATION AND TRAINING

Stann NKANGALA DISTRICT

ECONOMICS AND MANAGEMENT SCIENCES

CONTROLLED TEST

GRADE 8

MARCH 2022

THE ECONOMY AND FINANCIAL LITERACY

MARKS : 50

DURATION : 1 HOUR

NAME:.....

SCHOOL :

CLASS :

SECTION A	SECTION B	SECTION C	TOTAL
15	10	25	50

INSTRUCTIONS TO CANDIDATES

Read the following instructions carefully before answering questions.

1. Write your name and surname on your question paper.
2. Answer all questions in the spaces provided.
3. You may use a non-programmable calculator.
4. Show all calculations clearly
5. Write neatly and legible.

SECTION A

QUESTION 1

1. Match column A with B, write only the correct letter next to the number in the last column e.g. 1.1. A

COLUMN A	COLUMN B	ANSWER
1.1. Life style	A) Money owed to an outside party	
1.2. unemployment	B) a summary of all transaction between the business and its bank for a period of a month	
1.3. Capital	C) Situations whereby people are willing and able to work, are looking for a job, but are unable to find a job.	
1.4. Liabilities	D) The way an individual or groups of people live every day.	
1.5. Bank statement	E) Money spent by the government on social grants	
	F) Money and other assets provided or supplied by the owner to start a business	

[5]

QUESTION 2

2. State whether the following statements are TRUE or FALSE.

STATEMENT	ANSWER
2.1. Standard of living refers to anything that is necessary to produce goods and services.	
2.2. Self-sufficient societies are people who can make or find everything they need to satisfy their own needs by hunting and growing their own crops.	
2.3. Profit is when expenses are more than income	
2.4. Accounting equation is $\text{Assets} = \text{owner's equity} + \text{Liability}$	
2.5. Debit is the left hand side of a General ledger account	

[5]

QUESTION 3

3. Fill in the missing words

3.1. The level of wealth, comfort and material goods that people in a country have.
.....

3.2. A business owned by one person

3.3. When the owner takes money from the business for personal use.....

3.4. A source document that serves as proof of a cash sales
transaction.....

3.5. The book of first entry..... [5]

TOTAL SECTION A: 15

SECTION B – THE ECONOMY
QUESTION 4 (The Standard of living)

4.1. Study the extract below and answer the questions that follow.

STANDARD OF LIVING

Standard of living describe people's access to things such as goods and services that make life more comfortable. Poverty and inequality in South Africa means that South Africans have different standard of living. They cannot satisfy their needs and wants in the same way. Poverty is caused by unemployment as they are people who are willing and able to work, looking for a job, but they cannot find a job. Some people sell their farm produce product to earn income.

4.1.1. Define the term "unemployment" [2]

4.1.2. Differentiate between modern and rural societies. [4]

Modern societies	Rural societies

4.1.3. Suggest ONE challenges rural societies are confronted with [2]

a) _____

4.2. Why unemployment is a serious problem in our communities today [2]

TOTAL SECTION B: 10

SECTION C FINANCIAL LITERACY

QUESTION 5 (Accounting concepts)

5.1. Read the following case study and a picture below and answer the questions that follow.

Aunt Brenda's fruit and vegetables cash and carry

Aunt Brenda plants and sells fruits and vegetables in a local market. She does not know if it is worthwhile to continue with her business. She gives you the following information for January 2022.

She received R23 400 for fruit and vegetable sold. She paid R12 400 for producing the fruit and vegetables. The transport cost for transporting the fruits and vegetables to the local market is R4 200 and the telephone cost is R840.



5.1.1. What was Aunt Brenda's income for January 2022?

[1]

5.1.2. What were the expenses of Aunt Brenda's for January 2022?

[3]

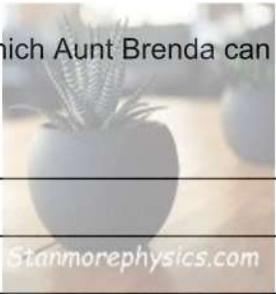
5.1.3. Did Aunt Brenda make a profit or loss in January 2022?

[4]



5.1.4. Suggest two ways in which Aunt Brenda can increase her profit

[2]



[10]

QUESTION 6 (source Document)

6.1. Use the transaction below to complete the cash invoice below.

Transactions for January 2022

1. The Owner, Thinus Molefe started a small garden service in Ryno Ridge area.

He receives invoice number 128 from Malan and seuns in Witbank.

He bought the following:

- 200 refuse bags @ R2 each
- 30 bags potting soil @ R40 each
- 18 bags lawn dressing @ R100 each.

 CASH INVOICE No:128 Stanmorephysics.com			
Malan & Seuns Plot 1550 Witbank, 1034		Date: 20 January 2022	
Quantity	Details	Unit price	Total
		Sub-total	
		15% VAT	
		Total	
	Signature :		

[15]

TOTAL SECTION C: 25

GRAND TOTAL: 50



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THE ECONOMY AND FINANCIAL LITERACY

Stanmorephysics.com
MEMORANDUM

SECTION A

QUESTION 1

1. Match column A with B, write only the correct letter next to the number in the last column e.g. 1.1. A

1.1. D✓

1.2. C✓

1.3. F✓

1.4. A✓

1.5. B✓



[5]

QUESTION 2

2. State whether the following statements are TRUE or FALSE.

2.1. FALSE✓

2.2. TRUE✓

2.3. FALSE✓

2.4. TRUE✓

2.5. TRUE✓



[5]

QUESTION 3

3. Fill in the missing word

3.1. Standard of living ✓

3.2. Sole trader✓

3.3. Drawings ✓

3.4. Cash invoice✓

3.5. Subsidiary journal✓

[5]

TOTAL SECTION A: 15

SECTION B – THE ECONOMY

QUESTION 4 (The Standard of living)

4.1. Study the extract below and answer the questions that follow.

4.1.1. Define the term “unemployment” [2]

- Situations whereby people are willing and able to work, are looking for a job, but are unable to find a job. ✓✓

4.1.2. Differentiate between modern and rural societies. [4]

Modern societies	Rural societies
a) It is based on the buying and selling of goods/ services to satisfy needs ✓	a) People produce their own goods/ services to satisfy their needs ✓
b) People have a higher standard of living ✓	b) People have a lower standard of living ✓
c) Make use of technology ✓	c) use few or no technology ✓
d) Situated in cities or just outside of cities. ✓	d) Use few or no technology ✓
e) Highly industrialised ✓	e) Mostly under developed ✓

(Any other relevant differences)

4.1.3. Suggest ONE challenges rural societies are confronted with [2]

- a) Poverty ✓
- b) Unemployment ✓
- c) Low level of education ✓
- d) Underdeveloped infrastructure ✓

Any other relevant answer

4.2. Why unemployment is a serious problem in our communities today [2]

- Unemployed parents cannot pay school fees. ✓✓
- Parents cannot pay transport for their children to school. ✓✓

Any other relevant answer

TOTAL SECTION B: 10

SECTION C FINANCIAL LITERACY

QUESTION 5 (Accounting concepts)

5.1. Read the following case study and a picture below and answer the questions that follow.



5.1.1. What was Aunt Brenda's income for January 2022? [1]

- R23 400

5.1.2. What were the expenses of Aunt Brenda's for January 2022? [3]

Expenses = R12 400 + R4 200✓ + R840✓
R 17 440✓

5.1.3. Did Aunt Brenda make a profit or loss in January 2022? [4]

Profit/Loss = Income – Expenses
R23 400✓ – R17 440✓
R 5 960✓
Profit✓

5.1.4. Suggest two ways in which Aunt Brenda can increase her profit [2]

- Advertise✓
- Decrease the telephone cost✓

Any other relevant answer

[10]

QUESTION 6 (source Document)

6.1. Use the transaction below to complete the cash invoice below.

Transactions for January 2022

1. The Owner, Thinus Molefe started a small garden service in Ryno Ridge area.

He receives invoice number 128 from Malan and seuns in Witbank.

He bought the following:

- 200 refuse bags@ R2 each
- 30 bags potting soil @ R40 each
- 18 bags lawn dressing @ R100 each.

CASH INVOICE No:128			
Malan & Seuns Plot 1550 Witbank, 1034		Date: _____	
Quantity	Details	Unit price	Total
200✓	Refuse bags✓	R 2.00✓	R 400,00✓
30✓	Potting soil✓	R 40.00✓	R1 200,00✓
30✓	Lawn dressing✓	R100,00✓	R1 800,00✓
	Sub-total		R3 400,00✓
	15% VAT		R 510,00✓
	Total		R3 900,00✓
	Signature :		

[15]

TOTAL SECTION C: 25

GRAND TOTAL: 50