



KING CETSHWAYO DISTRICT

**ECONOMIC AND MANAGEMENT SCIENCES (EMS)**  
**MID-YEAR CONTROLLED TEST 2025- P2**  
**GRADE 8**

SCHOOL : \_\_\_\_\_

LEARNER'S NAME & SURNAME: \_\_\_\_\_

DATE : 17 JUNE 2025

Duration: **60 Minutes**

Marks: **50**

SECTION	QUESTION	Topic covered / Typed of questions	OVERALL MARK	LEARNER MARK
SECTION A The economy & entrepreneurship	1	Multiple Choice	05	
	2	2.1 True / False	05	
SECTION B The economy- Standard of living	3	3.1. Societies	04	
		3.2. Impact of development	04	
		3.3 Productive use of resources	02	
Government & National Budget	4	4.1. Meaning & levels	02	
		4.2. Revenue	02	
		4.3 Government expenditure	04	
		4.4 Growth and Redressing	02	
SECTION C <i>Entrepreneurship- Capital</i>	5	5.1 Own capital & Borrowed capital	04	
		5.2 Factors of production and their remuneration	06	
<i>Labour</i>	6	6.1 Types of labour	03	
		6.2 Fair employment	05	
		6.3 Role of workers	02	
<b>TOTAL MARKS</b>			<b>50</b>	

Factors of production

Instructions to candidate:

1. This question paper consists of 3 sections:
2. Read each question carefully.
3. Write neatly and legibly.
4. Answer all questions using the space provided

**SECTION A**

**QUESTION 1 - MULTIPLE CHOICE**

**(05)**

1. For each statement, there are FOUR possible answers. Choose the letter representing the correct answer e.g. 1.6.A. Write in the space provided.

STATEMENTS	ANSWERS
1.1..... is the remuneration for capital A. Salaries B. Rent C. Interest D. Profit	
1.2. The branch of government responsible for the passing of laws in the country is the..... A. Legislative B. Judiciary C. Constitutional Court D. National government	
1.3 The three-year term over which the national budget is planned is referred to as..... A. Financial plan B. National budgetary C. Budget framework D. Medium term expenditure framework	
1.4 The way in which a person or group lives is known as ..... A. Lifestyle. B. Rural society. C. Modern society. D. Both B and C.	
1.5 Financial assistance programme that are designed to help or fund the poor or vulnerable people..... A. Subsidy  B. Social grants  C. Housing  D. Security	

**QUESTION 2 –TRUE or FALSE**

**(05 )**

State whether the following statements are **TRUE** or **FALSE**. Write the correct answer in the space provided.

STATEMENT	ANSWER
2.1. Own capital is provided by the owner from his/her own personal savings.	
2.2. Sugar tax is an example of sin tax	
2.3. A situation in which people would not like to work and are not actively looking for work is unemployment	
2.4. Indirect tax is paid by the end user of goods and services only.	
2.5. Government is an institution consisting of a group of people elected by citizens to implement rules ,regulations ,laws, policies and the Constitution of the country.	



05

**SECTION B : The Economy**

**QUESTION 3**


**(10)**

Study the two pictures given below and answer the questions that follow:

PICTURE: A	PICTURE: B

3.1 Identify societies represented by picture A and B and motivate your answer		
Picture A:	Picture B:	(4)
Society:	Society:	
Motivation for the answer:	Motivation for the answer:	



3.2. Discuss the impact of economic development under the following topics:		
(a)Environment:		(4)
.....		
.....		
b) Unemployment:		
.....		
.....		

3.3. Recommend one way of productive use of resources to promote a healthy environment.	
	(2)

Question 4

(10)

4.1. (a) Define the concept: Government

.....  
.....

(2)

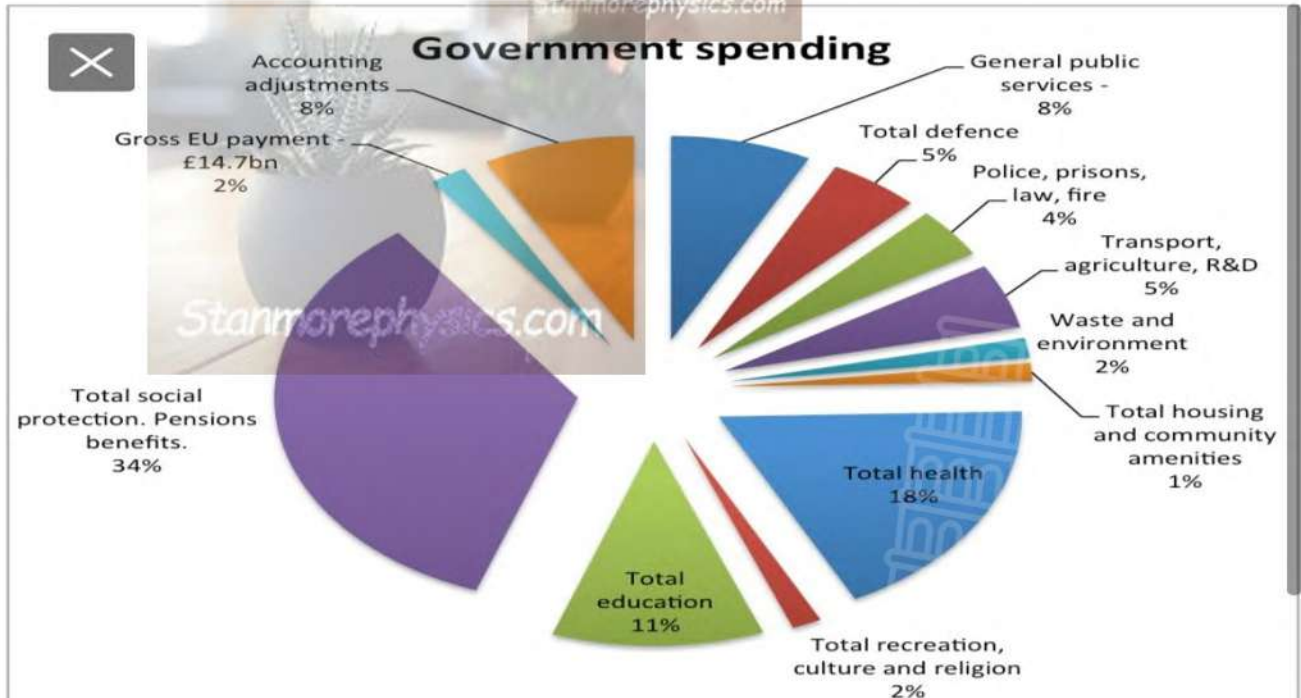
(b) The number of government levels is .....

Government revenue refers to the money received by the government at all its levels in the form of taxes, loans and donations.

4.2. List two types of direct taxes from which the government generates revenue can be obtained.

(2)

4.3. Study the graph below and answer the questions



4.3.1. Two departments focus on social security. Write the following in full:- (a)SAPS..... (b)SANDF.....	(4)
4.3.2. List the department in which the government spent the most.	
4.3.3 Identify the department in which the government spent the least.	

4.4. Determine TWO grants the government uses to redress economic inequalities (a)..... (b).....	(2)
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20
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**SECTION C: Entrepreneurship**

**QUESTION 5 -CASE STUDY** (10 )

Techspark is a start-up enterprise that develops innovative software solutions for businesses. The founders, Mimi and Maya, need to raise funds to scale their operations and bring their product to the market.

5.1. Advise Mimi and Maya to differentiate between these two types of capital:-	
(a)Own capital ..... .....	(4)
(b)Borrowed capital ..... .....	

5.2. Identify four factors of production and their remunerations that Mimi and Maya might need to operate their business: [6]

FACTORS OF PRODUCTION	REMUNERATION	
A.	E.	(6)
B.	Interest	
C.	Wage/salaries	
D.	F.	

**QUESTION 6**

(10)

Study the picture below and answer the questions that follows:



6.1. From the pictures above, identify types of labour represented.

Picture A:	Picture B:	Picture B:	
			(3)

6.2. List 5 key principles of fair employment practices

(a).....	(5)
(b).....	
(c).....	
(d).....	
(e).....	

6.3. Explain the importance of the type of labour represented by picture A above.

.....	(2)
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Total Section C: 20

**GRAND TOTAL: 50 MARKS**



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**MARKING GUIDELINES**

Duration: **60 Minutes**

Marks: **50**

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**SECTION A**

**QUESTION 1 - MULTIPLE CHOICE**

**(05)**

1.1.C ✓

1.2.B ✓

1.3.D ✓

1.4.A ✓

1.5.B ✓

**QUESTION 2 –TRUE or FALSE**

**(05)**

2.1. TRUE ✓

2.2. FALSE ✓

2.3. FALSE ✓

2.4. FALSE ✓

2.5. TRUE ✓



**SECTION B : The Economy**

**QUESTION 3**

**[10 MARKS]**

3.1 Identify societies represented in picture A and B and motivate your answer (4)
Picture A: <b>RURAL SOCIETY</b> ✓ *because there is a large area of open land and it is economically underdeveloped with low economic activities. ✓
Picture B: <b>MODERN SOCIETY</b> ✓ *because it has a large volume of economic activities with a well-developed infrastructure and there is a high level of economic development. ✓

3.2. Discuss the impact of economic development under the following topics: (4)
(a)Environment: <b>positive impact:</b> its increases investment in environmental protection and conservation efforts and improved technology by adoption of cleaner and more efficient technologies, reducing environmental degradation. <b>Negative impact:</b> its leads to increased pollution from industrial activities, transportation and consumption and climate change, resource depletion, loss of biodiversity, environmental degradation. ( <b>ANY ONE ANSWER</b> ) ✓✓
b) Unemployment: <b>positive impact:</b> it creates jobs, increased labour demand, improved employability and entrepreneurship. <b>negative impact:</b> it leads to job displacement, income inequality, temporary job losses and structural unemployment.( <b>ANY ONE ANSWER</b> ) ✓✓

3.3. Recommend one way of productive use of resources to promote a healthy environment. (2)
Recycling ✓ explanation✓ Or Reuse ✓ explanation✓ (Only one needed for 2 marks)

Question 4

(10)

4.1.(a) Define the meaning of Government	(1)
<ul style="list-style-type: none"><li>• Group of people that is elected by its citizens is to rule the country</li><li>• A group of people who regulates the affairs of the country ✓</li><li>• The government exercise control over the implementation of rules and policies of the country ✓</li></ul> ANY RELEVANT CORRECT ANSWER	
(b) The number of government levels is .....	(1)
3 ✓	

4.2. List two types of direct taxes from which the government generates revenue can be obtained.	(2)
personal income tax, company income tax, capital gains tax (any 2) ✓✓	

4.3.1. Two departments focus on safety and security. Write the following in full: (2)	
(a) <b>SAPS</b> : South African Police Services ✓	
(b) <b>SANDF</b> : South African National Defence Force ✓	

4.3.2. List the department in which the government spent the most.	(1)
Social protection ✓	

4.3.3 Identify the department in which government spent the least.	(1)
Housing and community amenities. ✓	

4.4. Determine TWO grants the government uses to redress economic inequalities (2)	
<ul style="list-style-type: none"><li>• Social grants (old age, pension, foster care , disability etc.) ✓</li><li>• War veterans grant ✓</li><li>• Community development grants (ANY RELEVANT ANSWER)</li></ul>	

**SECTION C: Entrepreneurship**

**QUESTION 5 -CASE STUDY**

(10)

5.1. Advise Mimi and Maya to differentiate between these two types of capital:- (4)

(a) Own capital: also known as owners' equity or net worth, refers to the amount of money invested in a business by its owners, plus any retained earnings or profit. ✓✓

(b) Borrowed capital: refers to funds or resources obtained by a business or individual through debt, such as loans, bonds etc. ✓✓

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5.2. Identify four factors of production and their remunerations that Mimi and Maya might need to operate their business (6)

FACTORS OF PRODUCTION	REMUNERATION
A. Land✓	E. Rent✓
B. Capital✓	Interest
C. Labour✓	Wage/salaries
D. Entrepreneurship✓	F. Profit✓

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**QUESTION 6**

(10)

6.1. From the pictures above, identify types of labour represented. (3)

Picture A:	Picture B:	Picture B:
Skilled labour ✓	Semi-skilled labour ✓	Unskilled labour ✓

6.2. List 5 key principles of fair employment practices (5)

- (a) Equal opportunity and non-discrimination. ✓
- (b) Fair treatment and respect for all employees. ✓
- (c) Compliance with labour laws and regulations. ✓
- (d) Transparency in employment practices and policies. ✓
- (e) Accountability for unfair practices. ✓

6.3. Explain the importance of the type of labour represented by picture A above.(2)

- **Skilled labour easily adapt to new technologies, processes and challenges, making businesses more agile and responsive.** ✓✓
- **they ensure high quality products and services, enhancing customers satisfaction and loyalty.** ✓✓
- **they bring expertise and creativity enabling businesses to innovate and solve complex problems.** ✓✓

[ any one answer]

**GRAND TOTAL: 50 MARKS**

