

# HILLCREST HIGH SCHOOL

Grade 8 EMS  
June 2022

2 Hours

200 Marks

Instructions:

1. Read all questions carefully.
2. Write neatly.
3. Financial Literacy section may be completed in pencil.
4. Calculators are allowed.

NAME: \_\_\_\_\_ **MEMO** \_\_\_\_\_

TEACHER: \_\_\_\_\_

GRADE: \_\_\_\_\_

1		7	
2		1	
3		2	
4		3	
5		4	
6		5	

Section A	Section B	Total	Percentage
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100	100	200	%

QUESTION 1

1.1 Choose the most correct answer to the questions/phrases. CIRCLE or HIGHLIGHT your answer carefully. (10)

1.1.1 The first head of the Cabinet in democratic South Africa.

- A Jacob Zuma  
 B Thabo Mbheki  
 C Nelson Mandela ✓✓  
 D Cyril Ramaphosa

1.1.2 A bank statement is sent to customers \_\_\_\_\_

- A weekly  
 B monthly ✓✓  
 C annually  
 D daily

1.1.3 Owners' Equity consists of \_\_\_\_\_.

- A Income  
 B Expenses  
 C Drawings  
 D Capital  
 E All of the above ✓✓

1.1.4 A type of tax that is levied on fuel, over and above VAT.

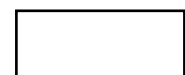
- A Direct tax  
 B Excise duty ✓✓  
 C Omission tax  
 D None of the above

1.1.5 The remuneration for entrepreneurship.

- A Wages  
 B Interest  
 C Profit ✓✓  
 D Rent

1.2 Match the column. (5)

1.2.1 Lifestyle	1.2.1 <u>D</u> ✓	A. Collects and manages tax.
1.2.2 Unemployment	1.2.2 <u>C</u> ✓	B. All cash in and out of a bank account.
1.2.3 SARS	1.2.3 <u>A</u> ✓	C. People seeking employment.
1.2.4 Bank Statement	1.2.4 <u>B</u> ✓	D. Includes a reflection of culture and friends.
1.2.5 Deforestation	1.2.5 <u>E</u> ✓	E. An impact of development.



QUESTION 2 - GOVERNMENT

2.1 There is a person in charge of every province.

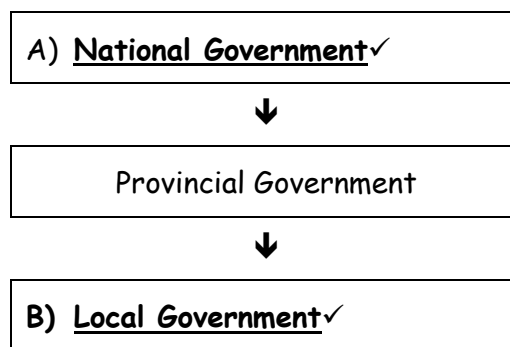
2.1.1 What is this position called? The Premier ✓ \_\_\_\_\_ (1)

2.1.2 Name the person in this position for KZN. Sihle Zikhala ✓ \_\_\_\_\_ (1)

2.1.3 Apart from KZN, name THREE other provinces. (3)

Gauteng, Mpumalanga, Western Cape, Eastern Cape, Northern Cape, North West, Limpopo, Free State.

2.2 Complete the following diagram: (2)



2.3 Durban is a large city. What is a large city known as? Metropolitan ✓ \_\_\_\_\_ (1)

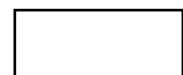
2.4 State where:

(a) the Legislative capital is situated. Cape Town ✓ \_\_\_\_\_ (1)

(b) the Judicial capital is situated. Bloemfontein ✓ \_\_\_\_\_ (1)

2.5 What year did South Africa become a democratic country? 1994 ✓ \_\_\_\_\_ (1)

2.6 In which year did South Africa receive its current constitution? 1996 ✓ \_\_\_\_\_ (1)



### QUESTION 3 - NATIONAL BUDGET

Enoch Godongwana presented the financial plans of government to the whole country.

3.1.1 What is the job description of the man mentioned above? (1)

Finance Minister ✓ \_\_\_\_\_

3.1.2 What did he present to the country? (Do not use the answer financial plans) (1)

The National Budget ✓ \_\_\_\_\_

3.1.3 When is this financial plan presented to the country? (1)

End of February/February ✓ \_\_\_\_\_

3.2 Define "indirect tax" and give ONE example. (2)

Is charged on a transaction ✓ eg Excise duty, ✓ customs duty, VAT  
etc. \_\_\_\_\_

3.3 What is the current percentage charged for VAT? 15% ✓ \_\_\_\_\_ (1)

3.4.1 Discuss, in your own words, what VAT free means? (2)

Certain items do not have VAT added so they are more affordable for the  
poor. ✓✓ (MD)

3.4.2 Give an example of a VAT free item. Rice, ✓ fruit, milk, brown bread etc. (1)



## QUESTION 4 - STANDARD OF LIVING

4.1 Study the pictures below and answer the questions that follow:



4.1.1 Identify the Society from picture:

A) Rural society ✓

B) Modern society ✓ (2)

4.1.2 Discuss TWO disadvantages of Picture A. (4)

Primitive facilities ✓✓

Few job opportunities ✓✓

Primitive shops with few products available

No recreation

4.1.3 Discuss TWO advantages of Picture B. (4)

More and better job opportunities ✓✓

Comfortable, modern lifestyle ✓✓

Can use modern technology

Wide variety of shops and products available.

4.2 Read the following statement and answer the questions that follows:

The main sources of air pollution in southern Africa include industry (thermal power stations, smelters, cement factories, chemical factories), forest /savannah fires, biomass burning, (use of firewood and charcoal), waste burning and transportation emissions.

(source: <https://www.sadc.int/themes/environment-sustainable-development/air-quality/>)

4.2.1 Discuss the result of development. (2)

Harmful gasses, ✓ dust and/✓ smoke in the air.

4.2.2 Briefly discuss the problem(s) caused by air pollution. (2)

Increased asthma ✓ and other chronic health problems. ✓

4.3 Discuss THREE contributing factors to the high unemployment rate. (3)

Cheaper products imported. ✓

Lack of skills and proper education ✓

Increased use of technology that has replaced manual labourers' job ✓

High wages (MD)

4.4 Jackson is actively looking for employment. He is a pupil at Willow Crest High School and is 15 years old.

4.4.1 Would Jackson be considered as unemployed? NO ✓ (1)

4.4.2 Give a reason for your answer. 15 years ✓ OR Still at school. (1)

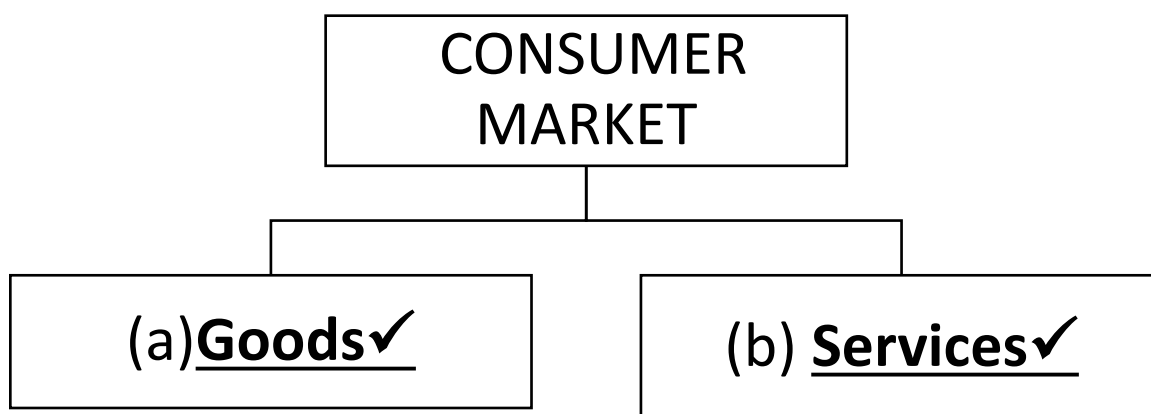


## QUESTION 5 - MARKETS

According to Investopedia it states that a Market is, "a place where buyers and sellers can meet to facilitate the exchange or transaction of goods and services".

(Source: <https://www.investopedia.com/terms/m/market.asp>)

5.1 Complete the following diagram: (2)



5.2 Using your own examples, discuss the difference between a Physical and Non-physical market. (6)

Physical - A place where buyers and sellers meet ✓✓ eg Pick n Pay ✓

Non-physical - Buyers and sellers do not actually meet, but engage in buying and selling via the internet ✓✓ eg Takealot. ✓ (MD)

5.3 The exporting of rhino horns is illegal. Which market would this fall into? (1)

Black market ✓

5.4 Complete the following table: (6)

BUSINESS	CONSUMER OR FACTOR MARKET	GOODS, SERVICE, LABOUR OR CAPITAL
Jo's Hairdressing Salon	<u>Consumer</u> ✓	<u>Service</u> ✓
Spar	<u>Consumer</u> ✓	<u>Goods</u> ✓
Hillcrest Law Firm	<u>Consumer</u> ✓	<u>Service</u> ✓

5.5 South Africa's currency is the Rand. Name ONE common currency, you have studied, and which country it is from.

Pound✓ - Great Britain ✓ MD (2)

#### QUESTION 6 - FACTORS OF PRODUCTION

6.1 There are FOUR factors of Production. Entrepreneurship is one of the factors, list the other THREE. (3)

Labour✓

Capital✓

Land✓

6.2 Production requires raw materials. Suggest a raw material in the process of making bread. Flour ✓ (MD) (1)

6.3 South Africa produces a large amount of wine. What is the term used when a country has excess amounts of produce and they sell the produce to another country? Export ✓ (1)

6.4 Complete the following table based on the division of labour:

(6)

(a) <b>Silled</b> ✓	Semi-skilled	(b) <b>Unskilled</b> ✓
(c) <b>Well trained workers in a particular area. Can be mental and physical.</b> ✓(MD)	(d) <b>Workers who have received some form of training in a particular area.</b> ✓(MD)	Workers have not been trained for any particular work. They mainly do physical labour.
Example: Pilot	(e) <b>Teacher in training</b> (MD)✓	(f) <b>Street sweeper</b> (MD)✓

6.5 You have studied Acts this term. Answer the following questions:

6.5.1 Name the Act that covers the rights and responsibilities of the employer and employees. (2)

**Basic conditions of Employment Act**✓✓

6.5.2 What document should be signed by both parties when you are employed? (1)

**Employment contract/Contract**✓

6.5.3 List THREE components of what would appear in the document you answered in 6.5.2. (3)

**Wages or salary**✓

**Benefits**✓

**Working conditions**✓

**Hours of work**

**Leave**

**(MD)**

6.5.4 All employees and employers have to follow the Employment Equity Act, however certain jobs are not included in this Act. Name ONE job not included in the Employment Equity Act. (1)

**National Defence Force, Intelligence Agency, Secret service (Only one)**

6.5.5 There are two Acts where businesses have to contribute 1% (percent) of their employees salaries or wages. Give these TWO Acts. (2)

**Skills Development Act and Unemployment Insurance Act.** ✓

6.6.1 Briefly discuss the difference between Own and Borrowed Capital. (4)

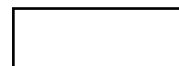
Own capital - The investment the owner makes in his own business ✓✓

Borrowed capital - Money the entrepreneur borrows ✓✓ (MD)

6.6.2 In your own words, discuss the difference between Working and Fixed Capital. (4)

Working capital - Day to day running of the business. Used for other factors of production. ✓✓

Fixed capital - Long lasting possessions, eg buildings, equipment etc. ✓✓



FINANCIAL LITERACY  
QUESTION 1

Read the following terms and give the word/s. (10)

- 1.1 When money is sent (paid) via the internet. **EFT/Electronic fund transfer** ✓✓
- 1.2 A financial plan to ensure that future expenses do not exceed estimated future income. **Budget** ✓✓
- 1.3 Amount charged on money borrowed. **Interest** ✓✓
- 1.4 A record of any transaction, written proof of a transaction having taken place.  
**Source document** ✓✓
- 1.5 Any situation where goods and services are exchanged for money.  
**Transaction** ✓✓

QUESTION 2

Look carefully at the following table and tick the appropriate box. (10)

No.	Account name	Assets	Liabilities	Owner's Equity	Expense	Income
2.1	Service fees					✓
2.2	Advertising				✓	
2.3	Capital			✓		
2.4	Vehicles	✓				
2.5	Loan from Absa		✓			
2.6	Petty cash	✓				
2.7	Drawings			✓		
2.8	Equipment	✓				
2.9	Rent income					✓
2.10	Fuel				✓	

QUESTION 3

Look at the following source document and answer the following questions:



3.1 Identify where the purchase was made? Pick n Pay ✓ (1)

3.2 How many items were purchased? 14 ✓ (1)

3.3 What was the total amount of money paid for the items purchased?  
R364,14 ✓ (1)

- 3.4 How much VAT was paid? **R31,15** ✓✓ (2)
- 3.5 What was the amount for VAT free items? (2)  
**R125,31** ✓✓
- 3.6 Which method of payment was used for the transaction? **Debit card** ✓ (1)
- 3.7 Identify the date and time that the transaction took place. (2)  
**26 April 2022** ✓ **18:39** ✓
- 3.8 Name the cashier that served the customer. (1)  
**Siphumelel Mkhize** ✓

#### QUESTION 4

You have learnt the Accounting Equation this year.

- 4.1 Complete the following equations:
- 4.1.1 Assets = **Owners' Equity** ✓ \_\_\_ + **Liabilities** ✓ \_\_\_\_\_ (2)
- 4.1.2 75 000 = **50 000** ✓ + 25 000 (1)
- 4.1.3 100 000 = 65 000 + **35 000** ✓ (1)  
✓

4.2 Complete the following source document using the information provided. (10)

4.2.1 On the 15<sup>th</sup> June 2022 Mrs Green asked Jo-Jo's Mobile Dog Wash to give her dog the deluxe package. She paid Jo-Jo Smith R250 cash. Mrs Green was issued receipt number 45.

Jo-Jo' s Mobile Dog Wash	Receipt no.: <u>45</u> ✓
Issued to <u>Mrs Green</u> ✓✓	
Amount <u>Two hundred and fifty rand</u> ✓ <u>only</u> ✓	<div style="border: 1px solid black; padding: 2px; display: inline-block;">R250-00✓</div>
_____	
_____	
For <u>Deluxe package</u> ✓ _____	<input type="checkbox"/> <input checked="" type="checkbox"/>
Received by <u>Jo-Jo Smith</u> ✓ _____	EFT CASH
Date: <u>15 June 2022</u> ✓ _____	

4.2.2 Name the source document in 4.2.1 Receipt ✓ \_\_\_\_\_ (2)

4.2.3 Once the source document is filled in, the customer gets given one. What is this called? Original receipt/Receipt ✓✓ (2)

4.2.4 What is the source document called that the business retains (keeps)? Duplicate receipt✓✓ (2)

4.3 Jo-Jo asked you to draw up a CRJ for her. She doesn't know what information goes into which columns. The first thing you need to do is tell her which source documents are used in the journal. (3)

CRJ Duplicate receipt✓  
Bank statement✓  
Cash Register Tape✓

- 4.4 There are TWO types of Assets. Name the TWO types of Assets and give TWO examples of each one. (6)

Fixed assets✓/(Non-current) - land and buildings✓, equipment✓ and vehicles.

Current assets✓ - Cash (Bank) ✓, cash float✓, petty cash.

- 4.5 Name and discuss the TWO types of liabilities as well as give an example of each one. (6)

Current✓ - owe less than a year✓(MD) eg overdraft, ✓ creditors

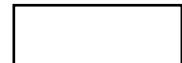
Non-current✓ - owe longer than a year✓ eg mortgage bond✓

- 4.6 What is the source document that is usually computerised or printed. It is a detailed break down of exact costs and quantities? Invoice ✓✓ (2)

- 4.7 In your own words, discuss the difference between a credit card and debit card. (4)

Credit card - you buy and then get a statement at the end of month from the bank. (MD) ✓✓

Debit card - as you buy, the money comes off your account (MD) ✓✓



QUESTION 5 - JOURNALS

(28)

You are required to draw up the Cash Receipts Journal of Jo-Jo's Mobile Dog Wash for June 2022.

- 1 The owner, Jo-Jo Smith, made a capital contribution to the business of R100 000.
- 5 Received R450 commission from Silky Dog. Issued receipt number 43. Service rendered amounted to R8 000, CRT 1-9.
- 8 Mrs Ndlovu paid R250 directly into the bank account for a deluxe package.
- 10 Services rendered amounted to R5 500, CRT 10 -16.
- 15 Received rent from S. Thompson for the spare room behind the store, R4 500; issued receipt number 44.  
Received R250 from Mrs Green for a deluxe package. Issued receipt number 45.
- 18 Services rendered amounted to R6 500, CRT 17-25.
- 25 Services rendered amounted to R7 000, CRT 26-35.
- 28 Received R250 from Mrs Naidoo for a deluxe package. Issued receipt number 46.
- 30 Interest earned on bank account with FNB, R100.

Cash Receipts Journal of Jo-Jo's Mobile Dog Wash ✓ for June 2022 ✓

CRJ 6 ✓

Doc	Day	Details	Fol	Analysis of Receipts	Bank	Current income	Sundry Accounts		
							Amount	Fol	Details
<b>B/S</b> ✓	<b>1</b>	<b>J Smith</b> ✓			<b>100 000</b>		<b>100 000</b>		<b>Capital</b> ✓
<b>R43</b> ✓	<b>5</b>	<b>Silky Dog</b>		<b>450</b>			<b>✓450</b>		<b>Commission income</b> ✓
<b>CRT1-9</b> ✓		<b>Services rendered</b> ✓		<b>8 000</b>	<b>8 450</b>	<b>8 000</b>			
<b>B/S</b>	<b>8</b>	<b>Mrs Ndlovu</b> ✓		✓	<b>✓250</b>	<b>✓250</b>			
<b>CRT10-16</b>	<b>10</b>	<b>Services rendered</b>		<b>5 500</b>	<b>✓5 500</b>	<b>5 500</b>			
<b>R44</b>	<b>15</b>	<b>S Thompson</b>		<b>4 500</b>			<b>4 500</b>		<b>Rent income</b>
<b>R45</b>	✓	<b>Mrs Green</b>		<b>250</b>	<b>✓4 750</b>	<b>250</b>			
<b>CRT17-25</b>	<b>18</b>	<b>Services rendered</b>		<b>6 500</b>	<b>6 500</b>	<b>6 500</b>			
<b>CRT26-35</b>	<b>25</b>	<b>Services rendered</b>		<b>7 000</b>	<b>7 000</b>	<b>7 000</b>			
<b>R46</b>	<b>28</b>	<b>Mrs Naidoo</b> ✓		<b>250</b>	<b>250</b>	<b>250</b>			
<b>B/S</b>	<b>30</b>	<b>FNB</b> ✓			<b>100</b>		<b>✓100</b>		<b>Interest income</b> ✓
					<b>132 800</b>	<b>27 750</b>	<b>105 050</b>		
					✓✓	✓✓	✓✓		

