

HILLCREST HIGH SCHOOL

Grade 8 EMS

November 2021

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: _____

TEACHER: _____

GRADE: _____

Section A	Section B	Total	Percentage
<hr/> 100	<hr/> 100	<hr/> 200	<hr/> %

Q1		Q4.2		Q5.2.2		Q7.1		Q1	
Q2		Q4.3		Q5.2.3		Q7.2		Q2	
Q3.1		Q4.4		Q6.1		Q7.3		Q3	
Q3.2		Q4.5.1		Q6.2		Q8.1		Q4	
Q3.3		Q4.5.2		Q6.3		Q8.2		Q5	
Q3.4		Q5.1.1		Q6.4		Q8.3.1			
Q3.5		Q5.1.2		Q6.5		Q8.3.2			
Q4.1		Q5.2.1		Q6.6		Q8.3.3			

QUESTION 1

10 Marks

State whether the following are True or False. If false, correct the underlined word/s. Fill your answers in the table provided below.

- 1.1 Households is one of the role players in the economy.
- 1.2 In 1996 the ANC was voted in.
- 1.3 The legislative capital is Bloemfontein.
- 1.4 An example of Excise Tax is Fuel Levy.
- 1.5 VAT is charged at 14%.
- 1.6 A Modern society has a good education and health system.
- 1.7 Air pollution causes destruction of wetlands for development.
- 1.8 Markets consist of two components, Consumer Market and Production Market.
- 1.9 Checkers is part of the Consumer Market.
- 1.10 Labour refers to the human, physical and mental effort used to produce goods/services.

1.1	
1.2	
1.3	
1.4	
1.5	
1.6	
1.7	
1.8	
1.9	
1.10	

QUESTION 2

5 Marks

Study the word/s in the word bank below and choose the correct word/s for the statement.

Natural Resources	Partnership
Production	Employment Equity Act
Modern Society	Rural Society
Basic Conditions of Employment Act	Urban areas
Sole Trader	Skills Development Act

2.1 This Act prevents unfair discrimination and ensures that previously disadvantaged people are given opportunities to work.

2.2 All businesses must pay a levy to pay for the training and also provide learnerships in the workplace.

2.3 Entrepreneurs need to use these efficiently (without wasting) to ensure that future generations will have enough resources to satisfy their needs.

2.4 This form of ownership ensures the owner has full responsibility of the business.

2.5 A society where there is inadequate infrastructure.

2.1	
2.2	
2.3	
2.4	
2.5	

QUESTION 3 – GOVERNMENT

11 Marks

3.1 Name the President of South Africa. _____ (1)

3.2 There are three levels of Government. List the THREE levels. (3)

3.3 Discuss the role of national government. (2)

3.4 State the importance of local government and provide ONE example of what local government is responsible for. (3)

3.5 Discuss employees' responsibilities in a business. (2)

QUESTION 4 – NATIONAL BUDGET

11 Marks

South Africa’s new finance minister cut his teeth in the labour union movement and is regarded as a pragmatic economic voice and a trusted pair of hands.

The 64-year-old is currently chairperson of the Development Bank of Southern Africa, and as head of the ANC’s economic transformation committee, he gave voice to more centrist views in the party – reportedly voting against a resolution to amend the Constitution to achieve land expropriation without compensation at the ANC’s National Conference in 2017.

Adapted: <https://www.news24.com/fin24/economy/what-you-need-to-know-about-sas-new-minister-of-finance-20210806-2>

4.1 Name the new Minister of Finance. _____ (1)

4.2 State what he will present towards the end of February 2022. (1)

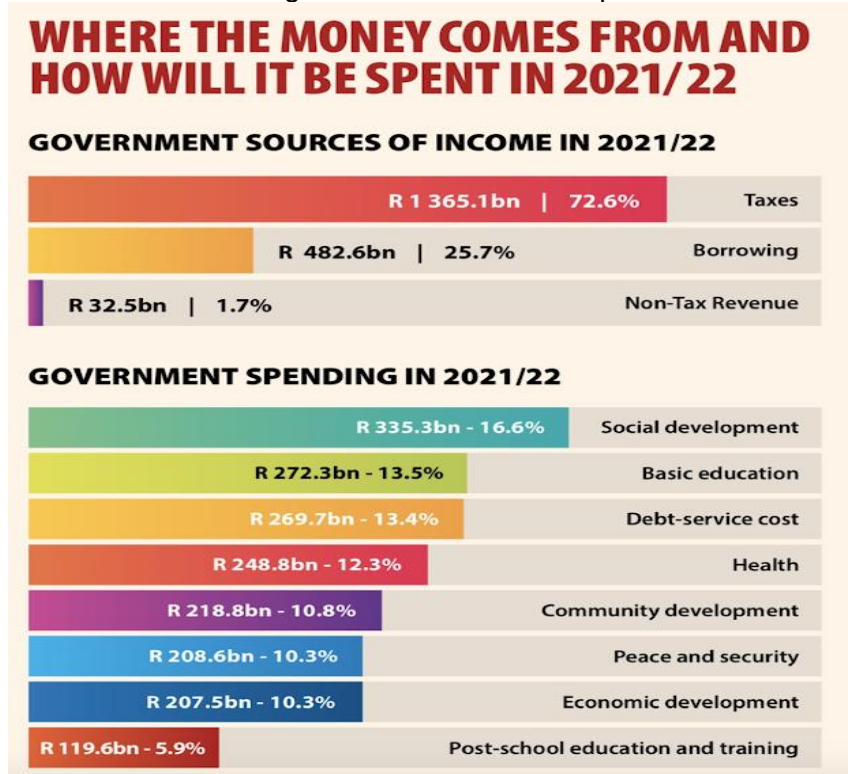
4.3 Using the information below, fill in the table. (4)

VAT, Personal Income Tax, Corporate Tax, Excise Duties

DIRECT TAX	INDIRECT TAX

4.4 List TWO VAT free items. (2)

4.5 Look at the following table and answer the question below:



<https://bit.ly/3oObx8z>

4.5.1 State the amount of Tax government receives? _____ (1)

4.5.2 Identify the second highest government spending for 2021/22 and state the amount. (2)

QUESTION 5 – STANDARD OF LIVING

11 Marks

The earliest hunter-gatherers in Southern Africa were the San people.
<https://www.sahistory.org.za/article/san>

5.1.1 Referring to the statement above, name the type of society that these people belong to. (2)

5.1.2 Discuss THREE characteristics of the type of society mentioned in 5.1.1. (3)

5.2 Read the following information and answer the questions below:

South Africa's unemployment rate hits new record high in second quarter. PRETORIA, Aug 24 (Reuters) - South Africa's unemployment rate hit a new record high of 34.4% in the second quarter of 2021 from 32.6% in the first quarter, the statistics agency said on Tuesday.

24 Aug 2021

Adapted: <https://www.reuters.com/article/safrica-economy-unemployment-idUSJ8N2KH000>

5.2.1 State the unemployment rate in South Africa for the second quarter of 2021. (1)

5.2.2 Give THREE reasons for the high unemployment rate in South Africa. (3)

5.2.3 Discuss a problem caused by solid waste. (2)

QUESTION 6: MARKETS AND FACTORS OF PRODUCTION

20 Marks

6.1 The Consumer Market consists of TWO components. Name them. (2)

6.2 Differentiate between Physical and Non-physical Market and give an example of each one. (4)

6.3 Skills Market is very important to customers. Discuss the importance and provide an example. (3)

6.4 Complete the following table on factors of production: (4)

Land	
	Wages
Capital	
Entrepreneurship	

6.5 If the exchange rate is R20.26 to the pound. What would the amount be that you would exchange at the bank to get £250. Show all calculations. (4)

6.6 Choose the correct job for the type of labour: (3)

House sitter	Doctor	Student teacher
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Skilled labour: _____

Semi-skilled labour: _____

Unskilled labour: _____

QUESTION 7 – FORMS OF OWNERSHIP

16 Marks

7.1 Complete the table below:

(12)

FORM OF OWNERSHIP	Does the business have to be registered?	Limited/Unlimited liability	Number of owners and what they are called.	Legal requirements for the formation
Sole Trader				
Partnership				
Private Company				

7.2 Discuss TWO disadvantages of a Sole Trader.

(2)

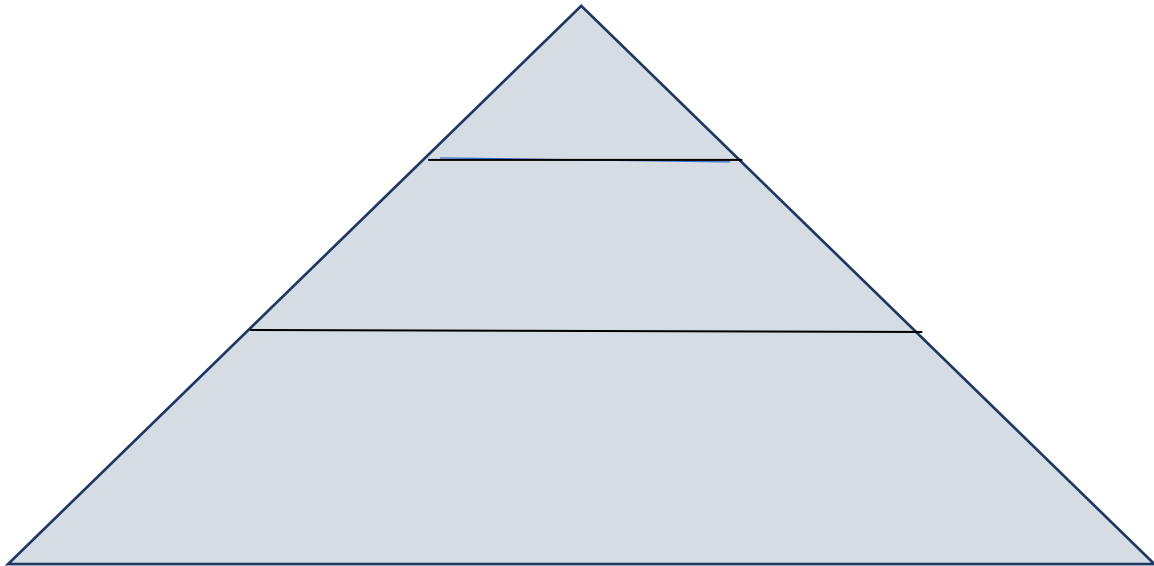
7.3 State TWO advantages of a Public Company.

(2)

QUESTION 8 – LEVELS AND FUNCTION OF MANAGEMENT

16 Marks

- 8.1 Using the diagram below, fill in the following information: (9)
- The levels of management.
 - The decisions each level makes.
 - An example for each level of Management.



- 8.2 List the FOUR tasks of Management. (4)

- 8.3 Identify the leadership styles from the examples given. (3)

8.3.1 They make decisions without consulting others and are not interested in their workers as individuals, or in hearing about their ideas.

8.3.2 This leader is interested in other people's ideas and opinions and encourages group participation in the decision-making process.

8.3.3 These types of managers set goals for the organisation and allow the workers total freedom to make their own decisions about how to achieve the goals.

FINANCIAL LITERACY
ACCOUNTING

QUESTION 1

5 Marks

Match the following columns.

COLUMN A	COLUMN B
1. Asset	A. What the owner(s) invest(s) into a business.
2. Capital	B. Money received from regular customers for our service.
3. Drawings	C. Possessions, items that have value and belong to a person or business.
4. Current income	D. A document obtainable from a bank or viewed online that shows all of the debits and credits on a particular account for a month.
5. Bank statement	E. Funds that an owner withdraws from a business for personal use.

1.	
2.	
3.	
4.	
5.	

QUESTION 2

10 Marks

Fill in the following receipt with the information provided. On the 10th of November 2021, Mr Fix It received money from a customer, Mr P Chetty, who paid for his patio to be retiled. Mr Chetty paid R1 800 cash. Jack Ndlovu received the payment on behalf of Mr Fix It. He issued receipt number 009.

MR FIX IT	Receipt no.: _____
Issued to _____	
Amount _____	R
For _____	
Received by _____	
Date _____	
<input type="checkbox"/> CASH	<input type="checkbox"/> EFT

QUESTION 3 – JOURNALS

50 Marks

The following transactions are taken from the records of Mr Fix It for the month of November 2021. Enter the transactions into the attached CRJ and CPJ. Close off the journals at the end of the month.

- 1 The owner, Jack Ndlovu contributed R50 000 capital. Issued receipt 1.
- 3 Service fees amounted to R5 200, CRT 1 - 15.
Paid R1 250 to Makro for 5 hosepipes. Paid with a debit card.
- 6 Bought consumable stores from Builders Express for R800 paid with a debit card.
- 7 Bought consumable stores, R750 and stationery, R350, from Game, paid with a debit card.
Paid wages; R12 000 cash.
- 8 Installed an awning at Mr S Green's house for R7 500. Issued receipt number 2.
Received commission from Dulux Paints, R950, issued receipt number 3.
- 14 Paid wages; R12 000 cash.
- 15 Received R2 500 rent from Julie Smith. Issued receipt.
- 18 Mr Dlamini paid R550 directly into the bank account for the installation of exterior lights. Issued a receipt.
Jack filled his personal car with petrol at BP, paid R600 with a debit card.
- 21 Paid wages, R12 000 cash.
- 24 Service fees amounted to R6 400, CRT 16 -34.
Paid R950 to eThekweni Municipality for a Trading Licence, paid via EFT.
- 27 Service fees amounted to R7 000, CRT 35 - 52
Mrs Siena paid R2 900 for her bathroom to be tiled. Issued a receipt.
Paid R900 to The Mercury for advertising, paid via EFT.
- 28 Paid wages; R12 000 cash.
- 29 Paid R5 000 to Max Prop for rent via EFT.
Paid eThekweni Municipality R1 800 via EFT for water and lights.
- 30 Service fees amounted to R6 200, CRT 53 -68.

QUESTION 4 – GENERAL LEDGER

25 Marks

Use the following information to complete the General Ledger for Mr Fix It for November 2021.

Cash Receipts totals:	
Bank: R193 050	Own column
Current income: R130 200	Own column
Capital: R60 000	1 st November
Commission Income: R2 700	15 th November
Interest Income: R150	31 st November
Cash Payments totals:	
Bank: R49 950	Own column
Equipment: R20 300	Own column
Wages: R18 000	Own column
Consumable Stores: R900	2 nd November
Consumable Stores: R1 600	15 th November
Repairs: R850	5 th November
Stationery: R890	9 th November
Drawings: R1 200	14 th November
Fuel: R2 300	18 th November
Water and electricity: R3 600	26 th November
Bank charges: R310	30 th November

GENERAL LEDGER OF _____

BALANCE SHEET SECTION

Dr	Capital					B1				Cr
Drawings						B2				
Equipment						B3				
Bank						B4				
NOMINAL SECTION										
Current Income						N1				
Commission Income						N2				

Interest Income					N4				
Wages					N5				
Consumable Stores					N6				
Repairs					N7				
Stationery					N8				
Fuel					N9				
Water and electricity					N10				
Bank charges					N11				

QUESTION 5 – TRIAL BALANCE

10 Marks

You are required to draw up the Trial balance for Mr Fix It for December 2021 using the following totals:

Capital	R40 000
Drawings	R7 000
Equipment	R17 000
Bank	R27 675
Current Income	R35 000
Commission Income	R750
Interest Income	R120
Rent Income	R3 000
Wages	R12 000
Consumable Stores	R850
Water and electricity	R3 400
Salaries	R9 500
Stationery	R480
Fuel	R900
Bank charges	R65

