

# Additional mid-year examination

## SECTION A

Question 1: Match the columns

(10)

(10)

(10)

(10) [30]

Match the description in column A to the most correct answer in column B. Write on the number and the corresponding letter.

COLUMN	A	COLUMN	В
1.1.	Tertiary sector	Α.	Ethical
1.2.	A mixture between private and government ownership	В.	Production
1.3.	Account for credit sales	C.	Invoice
1.4.	Using margarine instead of butter	D.	Cuts & Curlz Hair Salon
1.5.	Source document for money received from a debtor	E.	Trial Balance
1.6.	To operate freely across the world	F.	Sales
1.7.	Using or eating something	G.	Substitute products
1.8.	Account used for the selling price of goods	Н.	Mixed economy
1.9.	Morally correct and true	I.	Debtors control
1.10.	List of general ledger balances	J.	Cost of Sales
		К.	Pick 'n Pay
		L.	Globalisation
		М.	Complementary products
		N.	Receipt
		0.	Consumption
		Ρ.	Accounting equation
		Q.	Bank
		R.	Planned economy

### Question 2: True or false

- 2.1 In a command economy the government owns all industries.
- 2.2 Primary sector provides the tertiary sector with raw materials.
- 2.3 Innovation is a type of creativity where an entrepreneur introduces new ideas.
- 2.4 People who owe the business money are known as assets.
- 2.5 Double entry principle is based on the fact that every credit has a debit.

#### Question 3: Fill in the missing word

Fill in the missing word to make the following statements correct and complete.

- 3.1 \_\_\_\_\_ are individuals that run a business for a profit.
- 3.2 The demand curve has a \_\_\_\_\_ gradient.
- 3.3 The \_\_\_\_\_\_ regulates the relationship between consumers and credit facilities.

3.4 South Africa imports and exports many products and therefore has a \_\_\_\_\_\_ economy.

3.5 The \_\_\_\_\_\_ shows flow of activities in a business.



## SECTION B: The economy

#### Question 4

- 4.1 Explain the difference between a planned and a market economy. Give one example of each. (6)
- 4.2 Name THREE things government does to support a mixed economy. (6) (4)
- 4.3 What is the difference between an open and a closed economy?
- 4.4 Explain THREE ways in which households play a role as a participant in the South African economy.

(8)

(4)

[40]

### Question 5

Skater Boyz is a manufacturing business which makes skate boards for the international market. They want to expand their factory, but first want to assess the influence on demand and supply of their skateboards. Study the graph provided below and answer the guestions that follow.

- 5.1 How many skateboard would consumers buy if they were priced at R120? (2)
- 5.2 Name TWO things that would influence how many skateboards Skater Boyz could produce. (4)(2)
- 5.3 Explain what is happening at point E.
- 5.4 What is the shaded part of the graph known as? Explain the conditions at this point.
- 5.5 If Skater Boyz was to open the new factory, they would be able to produce more skateboards and supply would increase. What effect would this have on the supply curve? (2)(2)
- 5.6 State the law of supply.

## SECTION C: Financial literacy

#### Question 6

Copy the table provided below in your answer book. Complete the table using the transactions stated, identifying the journal in which the transaction will appear, as well as the effect it would have on the accounting equation. The first one has been done for you as an example. (24)

No.	Journal	Assets	Owners Equity	Liabilities
1	CPJ	+7 000 -7 000		

Transactions:

- 1 Bought a new computer for the office. Paid R7 000 by cheque 25. (note this has been done for you as an example)
- 2 Bought goods to be sold in the shop, R8 890, from Bulk Buys.
- 3 Sold goods on credit to Jennifer, R850. Issued her invoice T68.
- Purchased stationery from Paper Paradise, R350. 4
- Received two months' rent from Adam who is renting one of the store rooms on the premises. The 5 rental contract stipulates he must pay R42 000 p.a.
- 6 Jennifer returned goods to the value of R250, as she says they were not of a good quality.
- 7 Cash register roll showed total sales of R12 680 for the day.

### Question 7

Use the information below to complete the following for Bafana Traders:

7.1 Debtors Journal (12)7.2 Cash Receipts Journal (6) 7.3 Debtors Control account in the General Ledger (8) Balances in the general ledger: Debtors Control 3 3 5 0

3 060
2 860
1 780

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Note: all goods are sold at a mark-up of 25% on cost.

Transactions for November 2013:

- 2 Issued invoice 345 for goods sold on credit to P. Rex. Selling price R1 380.
- 9 Received cheque for R1 060 from C. Carrey in payment of her account.
- 17 R. Pole paid the amount he owed us, R1 130, and was issued a receipt.
- 22 Sold goods, with a cost price of R2460, on credit to K. Tenate.
- 25 O. Ellis bought goods on credit R1200.

## **SECTION D: Entrepreneurship**

**Question 8** 

- 8.1 Study the list below and identify which sector the business forms part of.
  - Taxi rank А
  - В Farm
  - С Cinema
  - D Coffee shop
- (8) 8.2 There is a common economic problem across the globe: limited resources and unlimited wants and needs. It is therefore important to conserve resources and use them effectively. (2)
  - 8.2.1. What is meant by sustainable use of resources?
  - 8.2.2. Name TWO examples of limited resources.
  - 8.2.3. Name the 3 R's for sustainable use of resources.

(6) [20]

(4)

[60]

Total: 150 marks



# Additional mid-year examination memorandum

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SEC	CTION A		
Que	stion 1: Match the columns		
1.1 1 2	D		
1.3	1		
1.4	G		
1.5	N		
1.6 1 7			
1.7	F		
1.9	A		
1.10	E	(5 × 2 =	10)
Que	stion 2: True or false		
2.1	True		
2.2	False		
2.3 2.4	True		
2.5	True	(5 × 2 =	10)
Que	stion 3 <sup>.</sup> Fill in the missing word		
3.1	Communist		
3.2	Negative		
3.3 2.4	National Credit Act		
3.4 3.5	Accounting cycle	$(5 \times 2 =$	10)
0.0		(0	[30]
SEC	CTION B: The economy		
Que	stion 4		
4.1	A planned economy is an economic system where the government makes all economic of owns all industries. $\checkmark \checkmark$	lecisions	and
	Example: Zimbabwe ✓		
	A market economy allows for demand and supply to make economic decisions and is control to according to a supply to make economic decisions and is control to according to a supply to make economic decisions and is control to according to a supply to make economic decisions and is control to according to according to a supply to make economic decisions and is control to according	ntrolled b	у
	Example: Cuba ✓		(6)
4.2	Infrastructure – road and rail		(-)
	Provincial health care facilities		
	Laws against drug abuse		
	National defence (any	3×2=0	6)
4.3	Closed economy has three participants – government, households, businesses. VV	-	- /
	Open economy allows international trade and has four participants - government, house	holds,	
<u> </u>	DUSINESSES, TOTEIGN SECTOR. ✓ ✓ Sell factors of production to government and businesses ✓ ✓		(4)
т. <b>т</b>	Buy goods and services from businesses $\checkmark \checkmark$		
	Pay government taxes $\checkmark \checkmark$	(8) [24]	

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Que	stion 5	
5.1	80 🗸 🗸	(2)
5.2	Price of the product	
	Cost of production	
	Method of production	
	Number of producers (any 2 × 2	= 4)
5.3	Equilibrium where demand = supply $\checkmark \checkmark$	(2)
5.4	Surplus ✓✓	
	More skateboards are being produced than there are demanded in the market. There is an over-	
	supply. 🗸 🗸	(4)
5.5	Supply curve would shift to the right. $\checkmark \checkmark$	(2)
5.6	When the price of a product increases, the supply of the product increases. $\checkmark \checkmark$ When the price of	fa

product decreases, the supply of the product decreases.  $\checkmark \checkmark$  (max 2) [16]

## SECTION C: Financial literacy

## Question 6

No.	Journal	Assets	Owner's equity	Liabilities
1	CPJ	+7 000 -7 000		
2	CPJ ✓	+ 8 890 ✓ 8 890 ✓		
3	DJ√	+ 850 ✓ 390 ✓	+ 460 🗸 🗸	
4	CPJ✓	- 350 🗸	- 350 🗸	
5	CRJ ✓	+ 3 500 ✓	+ 3 500 🗸	
6	DAJ √	- 250 ✓ + 102 ✓	-148 √ √	
7	CRJ✓	+ 12 680 ✓ 9 980 ✓	+ 2 700 🗸 🗸	

(24)

### Question 7

## 7.1 Debtors Journal of Springbok Sports Traders

							DJ
Doc	Day	Debtors	Fol	Sales		Cost of sa	ales
							—
1345	2	P. Rex (whole line)✓		1 380	~	1 104	$\checkmark\checkmark$
					_		_
I346	22	K. Tenate ✓		3 075	✓	2 460	√√
					_		
1347	25	O. Ellis ✓		1 200	✓	960	√√
				5 655	—	4 524	—



7.2

#### Cash Receipts Journal of Springbok Sports Traders

										0							C	RJ
Doc No	Day	Details	Fol	Analysi receip	s of ots	Banl	k	Sale	S	Cost sale	of s	Debto contr	ors ol	S	undry	y acco	ounts	
R1	9	C. Carrey√		1 060	_	1 060	_	~			~	1 060	_					
R2	17	R. Pole√		1 130	Ι	1 130		✓			~	1 130	_					
				2 190	_	2 190	_					2 190	—					

(6)

## 7.3 GENERAL LEDGER OF BAFANA TRADERS Balance Sheet Section

		B4									
2013 Nov	1	Balance√	b/d	3 350	_	2013 Nov	30	Bank√	CRJ	2 190√	_
	30	Sales√	DJ	5 655√	_		30	Balance√	c/d	6 815	_
				9 005	_ ✓					9 005	_
2013 Dec	1	Balance✓	b/d	6 815							

(8) [60]

## SECTION D: Entrepreneurship

## Question 8

A – Te	ertiary ✓✓	
B – P	rimary √√	
C – Te	ertiary √√	
D – S	econdary √√	(8)
8.2.1	Using resources in a way which will enable them to last. $\checkmark\checkmark$	
8.2.2	Coal √√	
	Water 🗸 🗸	(2)
8.2.3	Reduce √√	
	Reuse √√	
	Recycle √√	(4)
		[20]
		Total: 150 marks
	A – Te B – Pi C – Te D – Se 8.2.1 8.2.2 8.2.3	<ul> <li>A - Tertiary ✓✓</li> <li>B - Primary ✓✓</li> <li>C - Tertiary ✓✓</li> <li>D - Secondary ✓✓</li> <li>8.2.1 Using resources in a way which will enable them to last. ✓✓</li> <li>8.2.2 Coal ✓✓</li> <li>Water ✓✓</li> <li>8.2.3 Reduce ✓✓</li> <li>Reuse ✓✓</li> <li>Recycle ✓✓</li> </ul>