

# Additional Term 3 test

# QUESTION 1

1.1	In each of the following questions, four options are provided as possible answers. Choose the answer and write only the letter (A-D) next to the question number (1.1.1-1.1.11) on your answer paper.	
1.1.1	Select the maintenance responsibilities of a sectional title holder.	
	A Replace the light bulbs at the entrance gate of the complex	
	B Cut and water the lawn around the swimming pool area	
	C Fix the dripping tap in the kitchen and repair the broken window.	
	D Repair the steps to the swimming pool and replace the light bulbs.	(1)
1.1.2	Government housing subsidies means:	
	A contributions towards the pension fund housing scheme	
	B legal advice to lower-income groups.	
	C the option to stay in a company house at a lower rent	
	D assistance to employees to pay the monthly instalments	(1)
1.1.3	In the first few years, most of the repayments of the bond will go towards the	
	A Interest on your home loan	
	B Maintenance of your home	
	C Transfer fees	
	D Property rates	(1)
1.1.4	Financial responsibilities when building a house	
	A Submit the house plans to the NHBRC for assessment	
	B Ask for quotations from different builders	
	C Quality control every step of the building process	
	D Make use of the building inspectors at the bank.	(1)
1.1.5	Which of the following is an example of a non-human energy consumption?	
	A Twin tub washing machines is cheaper and saves you money	
	B Cylinder vacuum cleaners are very safe to operate	
	C Upright vacuum cleaners have an automatic cord rewinder	
	D It is easy to replace the filters of the Twin tub washing machine	(1)
1.1.6	Mrs.Naidoo has the right to safety. Identify Mrs.Naidoo's responsibilities which will ensure her safet	у
	when she uses her new dishwasher.	
	A Place the heavily soiled dishes in the lower drawer	
	B Do not use the pre-cleaning program	
	C Set the alarm to indicate the end of the program	
	D Read and follow the instructions carefully	(1)



This is called a(n)	
A exemption clause	
B cooling off period	
C guarantee	
D warrantee	(1)
1.1.8 The following sales and investment business model is illegal in South Africa.	
A parallel imports	
B Stokvel	
C Pyramid Scheme	
D Grey goods	(1)
1.1.9 A contract that states a person may not sub-let their property to another person is $a(n)$	
A illegal exemption clause.	
B legal exemption clause.	
C unfair business practice.	
D illegal contract.	(1)
1.1.10 A contract that stipulates working hours, rate of remuneration, sick leave and rules and regular	tions is
called a contract.	
A work	
B employment	
C business	
D lease	(1)
1.1.11 interest is when the interest is calculated on the principal amount plus any interest owing.	
A compound	
B simple	
C current	

# D per annum (1) [11]

# **QUESTION 2: THE CONSUMER**

Read the following case study and answer the questions that follow:

**Case study**: Jessie has been offered a job as a waitress at a local restaurant. She will be working 5 shifts of 7 hours each per week. She has been offered R1 000 basic and has been told she must rely on tips to earn her money. The owner of the restaurant does not have employment contracts and says they are not a requirement. After working for 1 week, a customer reported that their credit card has been copied and used illegally. Jessie and two other new waitrons were fired immediately.

2.1	Define an employment contract.	(3)
2.2	Discuss the requirements of an employment contract.	(6)
2.3.1	Do you think Jessie should have taken the job?	(1)
2.3.2	Give reasons for your answer in 2.3.1.	(4)
2.4	Explain why the credit card problem was a scam.	(3)
2.5	Identify two types of income tax that employees pay and give a brief explanation of each. (2 x 3 ma	arks)
		[23]



#### **QUESTION 3: HOUSING**

3.1	Who signs the offer to purchase?	(2)
3.2	Who will receive conveyance fees?	(1)
3.3	Who will receive occupational rent?	(1)
3.4.1	Why are interest rates a problem to house buyers?	(2)
3.4.2 Give TWO reasons why homeowners have a better chance of saving in the long term whe		y deposit
	additional funds into their home loan.	(4)
3.5	Explain why is it necessary for the bank to do credit checks and evaluate a property when you	apply for a
	bond.	(4)

3.6 Read the following case study and answer the questions that follow:

**Case study:** *Mr Mc Donald, his wife and 2 toddlers moved into a house with carpets in every room. They want to buy a vacuum cleaner with a SABS energy label and HEPA filters. Mrs Mc Donald resigned from her work to look after the toddlers and do the housework herself. Thus they only relay on Mr Mc Donald's income. Mr Mc Donald collected brochures from different shops and collected information regarding the extra costs and guarantees.* 

3.6.1	Why do they want to buy products with a SABS energy label?	(2)
3.6.2	Explain why do they need a vacuum cleaner with HEPA filters?	(2)
3.6.3	Which TWO things did they keep in mind before buying a vacuum cleaner?	(2)
3.6.4	Explain why they need to take non-human energy consumption into account when choosing vacuum	
	cleaners.	(6)
		[26]

#### Grand total: 60 marks



# Additional Term 3 test memorandum

## **QUESTION 1: SHORT QUESTIONS**

- 1.1.1 C ✓ 1.1.2 D ✓ 1.1.3 A ✓ 1.1.4 B ✓
- 1.1.5 A ✓
- 1.1.6 D√
- 1.1.7 B ✓
- 1.1.8 C✓
- 1.1.9 B✓
- 1.1.10 B ✓

1.1.11 A ✓

(11)

(1)

### **QUESTION 2: THE CONSUMER**

- A employment contract is a written agreement ✓ between an employer who is offering to pay a specified amount of money ✓ and the employee who agrees to do a specific job in return. ✓ (3)
- An employment contract must be in writing, ✓ both parties ✓ must agree on the terms and conditions freely✓, there must be offer and acceptance, ✓ the employment must be legal✓, both parties must have legal capacity. ✓ (6)
- 2.3 Use discretion with the learners answer. They are required to give their opinion, yes or no. However, they will only be awarded marks if they support their opinion with valid, logical reasons that are apply to the scenario.

Sample answer:

- 2.3.1 No I do not think Jessie should have taken the job.  $\checkmark$
- 2.3.2 Without an employment contract there is no proof of the employment agreement, terms and conditions.
  ✓ She has no proof ✓ to support her if she wishes to challenge her dismissal. ✓ The terms and conditions of the employment were not reasonable. ✓ (4)
- A scam is a dishonest scheme ✓. The credit card problem was a scam as money was taken from a person without their consent. ✓ The card was copied illegally ✓ in order to withdraw cash from the customer's account. ✓ (3)
- 2.5 PAYE (Pay-as-you-earn) ✓ is when one twelfth of the estimated income tax for the year ✓ is subtracted from the employee's salary or wages ✓ before they are paid each month ✓.
  Provisional tax is when the tax payer pays half the estimated income tax for the year ✓ every six months.
  ✓ The amount of tax is calculated based on the previous year's income and the current income to the time of payment. ✓ (2 x 3 marks)

# **QUESTION 3 HOUSING**

3.1	Seller√ and Buyer√	(2)
3.2	The attorney who oversees the transfer process $\checkmark$	(1)
3.3	Seller√	(1)



3.4.1

- Interest rates increase the price of the house  $\checkmark$
- The first few years they only pay back interest and not the home loan.
- Some home buyers don't understand interest rates or don't know the impact on the total amount you have to pay for the house ✓
- Interest rates can fluctuate and that means their monthly repayments fluctuate  $\checkmark$  (any 2)
- 3.4.2 1. The first few years you pay towards the interest on your home loan ✓ which means if you pay additional funds you will pay extra money towards the interest ✓ which means you will start paying on your home loan sooner ✓ and the interest on your home loan will decrease ✓ You could save a lot of money that can be used towards maintenance and upgrading of the property ✓ (any 4)
- 2.5 The bank needs to know if you are able to repay the loan  $\checkmark$ The bank is borrowing a large amount over a long time period  $\checkmark$  and need to know that you not paying more than 25% of your income  $\checkmark$  on the home loan otherwise you will not have enough money to make a living and they end up losing the home loan  $\checkmark$ The bank needs to know that the property is worth the amount you requested from them  $\checkmark$  otherwise you borrow a large amount of money and buy a small house and use the rest of the money on other things√ (any 4)3.6.1 The SABS energy label set a standard for appliances  $\checkmark$  the labels focus on the energy efficiency of the appliances  $\checkmark$  the label will assist them to make better choices  $\checkmark$ (any 2) 3.6.2 The HEPA filters cause optimum dust retention that use less energy  $\checkmark$ The HEPA filters make it hypo allergenic  $\checkmark$ The HEPA filters release clean air back into the room  $\checkmark$ (any 2)
- 3.6.3 They collected brochures from different shops ✓
   They made sure the shop is reputable✓
   They collected information regarding the extra costs/ admin costs/ guarantee. ✓ (any 2)
- 3.6.4 Non- human refer to things like money, time and electricity ✓
  They need to save money and electricity ✓ because they only have one income ✓
  Because Mrs Mc Donald look after the toddlers and do the house work ✓ they will look at vacuum cleaners that are easy to use ✓ time saving ✓ convenient ✓
  They need to choose appliances that can be maintained easily and services should be accessible. ✓

(6) [26]

Grand total: 60 marks