QUESTION 1

(11)

Draw up a statement of Courtney's Net Worth by using the following information as on 29 May 2015.

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Savings account</td>
<td>R175.00</td>
</tr>
<tr>
<td>Clothes</td>
<td>R1 466.00</td>
</tr>
<tr>
<td>Watch</td>
<td>R350.00</td>
</tr>
<tr>
<td>Violin</td>
<td>R855.00</td>
</tr>
<tr>
<td>Tablet</td>
<td>R2 500.00</td>
</tr>
<tr>
<td>Money owed to school for Eisteddfod</td>
<td>R180.00</td>
</tr>
<tr>
<td>Loan from Mom</td>
<td>R1 000.00</td>
</tr>
<tr>
<td>Money owed to Tuckshop</td>
<td>R67.00</td>
</tr>
</tbody>
</table>
1. Are the following statements TRUE or FALSE. (You do not need to correct the statement if it is false).

a) Natural disasters and health epidemics have no influence on formal and informal businesses.
b) The formal sector does not supply all the goods and services in the economy.
c) Households are made up of people who are economically active and earn money by selling their production factors.
d) Secondary needs are more important than Primary needs.

2. Complete the following sentences by filling in the missing words. (Write ONLY the word on the answer sheet)

a) __________ is the money a business earns.
b) A __________ owes me money.
c) The money used to start a business is called __________.
d) Vehicles, land and equipment are examples of _______ _______.
e) Money that is owed to another is a ________ for the business.

3. Match Column A to Column B. (Write ONLY the number and letter e.g.1 – a)

<table>
<thead>
<tr>
<th>COLUMN A</th>
<th>COLUMN B</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Formal business</td>
<td>a) An industrialised and technological country.</td>
</tr>
<tr>
<td>2. Consumers</td>
<td>b) Unlimited needs, limited resources.</td>
</tr>
<tr>
<td>3. Electronic banking</td>
<td>c) People of these countries have a low standard of living.</td>
</tr>
<tr>
<td>4. Promissory notes</td>
<td>d) Internet; Cellphone; Debit cards</td>
</tr>
<tr>
<td>5. Economic problem</td>
<td>e) Do not have a fixed address.</td>
</tr>
<tr>
<td>6. Developing country</td>
<td>f) Our survival does not depend on this.</td>
</tr>
<tr>
<td></td>
<td>g) Business that pays tax.</td>
</tr>
<tr>
<td></td>
<td>h) Written acknowledgement of money owed to someone.</td>
</tr>
<tr>
<td></td>
<td>i) People who buy goods or services.</td>
</tr>
</tbody>
</table>
QUESTION 3

1. Discuss the disadvantages of bartering. (4)
2. Write a paragraph on the History of Coins and Paper Money. (5)
3. What security features has the South African Reserve Bank included on our bank notes? (3)
4. How do Needs and Wants affect our communities? (4)

QUESTION 4

1. Explain the difference between a traditional and a modern society. (2)
2. Name the four production factors. (4)
3. List two Advantages and two Disadvantages of an Informal business. (4)
4. Explain the difference between current and non-current (fixed) assets. (4)
5. Name and explain THREE types of Capital. (6)
6. What is “The Profit Motive”? (2)
7. Give brief definitions of the following:
   a) Budget (2)
   b) Savings (1)
   c) Transaction (1)
   d) Financial records (1)
8. Why would the following users of financial statements be interested in these statements:
   a) Partners of the business. (1)
   b) Employees and Trade Unions. (1)
   c) South African Revenue Services. (1)

QUESTION 5

1. List 4 ways in which you can save money. (4)
2. Explain why bookkeeping needs to be done in an orderly and systematic way. (4)
3. When we talk about how much money a business has made during a specific period, we say that the business showed a profit; ran at a loss or broke even. Distinguish between each of these terms. (3 x 2 = 6)
**QUESTION 6**

1. Briefly explain the difference between salaries and wages.  
   (4)
2. What would another name be for a “trading” business?  
   (1)
3. What would the main source of income be for a trading  
   business?  
   (1)
4. What does the term “recycling” mean?  
   (2)
5. Name two ways of how recycling can take place.  
   (2)
6. What does “limited resources” mean? Give a brief explanation. (2)
7. Explain the difference between renewable and non-renewable  
   Resources.  
   (2)

**GRAND TOTAL = 100 MARKS**