WESTERING PRIMARY SCHOOL
ECONOMIC AND MANAGEMENT SCIENCES
CONTROLLED TEST
3 JUNE 2025

SECTION A		**30**
SECTION B		**70**
Total		**100**

NAME: ___________________________
GRADE 7: _____
PARENT SIGNATURE: _______________________

EXAMINER: MR. HESSELMAN
SUBJECT HEAD: MR. HESSELMAN
TOTAL MARKS: 100

INSTRUCTIONS:

1. Answer all the questions.
2. Read all the questions and study the information (sources) carefully before you answer any questions.
3. Write neatly and legibly.
4. Note the mark allocation.

Section A: The Economy

Question 1: Match column A with column B – write only the letter in the answer column. **[10]**

Column A	Column B	Answer
1.1 Promissory note	**A.** Include items such as eggs, milk, bread and chocolate.	1.1
1.2 Tertiary Sector	**B.** Written acknowledgement of an amount that people owe.	1.2
1.3 Goods	**C.** The sector responsible for the distribution of finished goods.	1.3
1.4 Electronic banking	**D.** Means to use a particular product more than once, such as an ice- cream container as a storage container.	1.4
1.5 Reuse	**E**. Also known as an EFT.	1.5

Question 2: Choose the correct word from the box below to complete the sentences. **[10]**

Consumers	Producers	Poverty
Infrastructure	Creating partnerships	Densely populated

2.1 ___________________________________ is a way businesses and people can create sustainable job opportunities in rural areas.

2.2 Rural challenges include a lack of proper _______________________________.

2.3 _______________________________ are people who buy goods and services.

2.4 _______________________________ is when someone cannot afford the basic standard of living.

2.5 ________________________________ areas are an example of urban challenges.

Question 3: State if the following are examples of needs, wants, services, goods or recycling. **[10]**

3.1 Someone takes their cat to the vet: ______________________

3.2 Sweets are an example of a: ______________________

3.3 Water is an example of a: ______________________

3.4 To use vegetable waste as compost: ______________________

3.5 Groceries are examples of: ______________________

Total Marks for Section A: 30

Section B: Financial Literacy

Question 4: **[10]**

Use the table below and classify whether the following accounts are assets, liabilities, or expenses: stationery, advertising, telephone, loan from bank, credit card, property, vehicles, insurance, furniture and bank**.**

Assets	Liabilities	Expenses

Question 5: Define the following words: **[6]**

5.1 Transactions:

____

____

5.2 Assets:

____

____

5.3 Income:

____

____

Question 6: Identify the correct accounting name for the following transactions: **[6]**

6.1 Renting out extra office space: ____________________________

6.2 Providing a service: ____________________________

6.3 Paid for an advert in the paper: ____________________________

6.4 Selling goods/products: ____________________________

6.5 Earning interest on money: ______________________________

6.6 The cost of employing people: ______________________________

Question 7: Name two types of personal income. **[2]**

____

____

Question 8: Read through the case study and answer the questions that follow.

The Motaung family bought a house for R 400 000, but still owe R 250 000 on the house in the form of a loan from the bank. They own furniture, equipment and other household items worth R 110 000. They own a car valued at R 42 000. They have R 8 600 in their current bank account and R 10 000 in savings account. They owe R 35 000 to shops for goods they bought on account.

The Motaung family lives in QwaQwa. Mr Motaung is a policeman and his wife is a teacher. They also run a small spaza shop from their home. They rent out an outside room to a relative. They have three children Karabo, Retla and Lerato.

8.1 What is the accounting term used for the possessions? **[1]**

____

8.2 What accounting term would you use for the loan from the bank? **[1]**

____

8.3 Draw up a Statement of their Net Worth. **[11]**

Statement of Net Worth of …	
ASSETS	
TOTAL ASSETS	
LIABILITIES	
TOTAL LIABILITIES	

NET WORTH (ASSETS – LIABILITIES)	

Below is the Motaung family's monthly income and expenses.

INCOME OR EXPENSE	AMOUNT
Salary Mr Motaung	R 8 600
Salary Mrs Motaung	R 10 100
Groceries and food for the family	R 3 400
Fuel and other transport costs for the family	R 740
Transport and other costs for the spaza shop	R 2 100
Rent received from relative	R 300
School fees and other school costs	R 450
Clothing for the family	R 1 750
Spaza shop sales	R 15 400
Cost of stock sold in the spaza shop	R 10 000
Water and electricity	R 600
Cell phone costs	R 750
Medical costs	R 200
Other family costs	R 3 500
Bank charges	R 43
Interest earned on saving account	R 40

8.4 Make a list to calculate the profit earned by the spaza shop that the Motaung family run. **[6]**

INCOME	
TOTAL INCOME	
EXPENSES	
TOTAL EXPENSES	
PROFIT (INCOME – EXPENSES)	

8.5 Make a list to calculate the monthly income earned by the Motaung family, including the money earned from the spaza shop. **[6]**

INCOME	AMOUNT
TOTAL INCOME	

8.6 Make a list to calculate the Motaung family's total monthly expenses. **[10]**

EXPENSES	**AMOUNT**
TOTAL EXPENSES	

8.7 Explain whether they have enough income coming in to pay their monthly expenses? **[1]**

____

____

Question 9: Read through the following budget and answer the questions that follow.

When Thabiso started Grade 7 his mother decided it was important for him to learn how to manage money. She decided to give him an allowance of R 200 a month. He would also be given R 50 a month if he helped to clean up around the house and wash the dishes. His mother also agreed to pay him or his sister R 60 a month (R 15 a week) if they mowed the lawn once a week.
Thabiso decided that he wanted to spend R 30 a month on snacks and R 20 a month on magazines. He also wanted to buy a T-shirt that cost R 125 as soon as he got his January allowance. He also wanted to buy stationery for school for R 80 and save R 50 for the month.

	January
Income/Receipts of cash	[R 310]
Allowance	R 200
Money for the cleaning house	R 50
Money for working in the garden	R 45
Expenses/Payments of cash	[R 305]
Snack foods	R 30
Magazines	R 20
Clothes	R 125
Stationery	R 80
Savings	R 50
Surplus for the month	R 5

Money at the beginning of month	-
Money at the end of month	R 5

9.1 What is a budget? **[1]**

____

____

9.2 What kind of budget has Thabiso drawn up? **[1]**

____

____

9.3 How does Thabiso earn income to pay for his expenses? **[3]**

____

____

____

____

____

9.4 How many times did Thabiso mow the lawn in January? **[2]**

____

____

9.5 How much could Thabiso earn if he mowed the lawn every week per month? **[2]**

____

____

9.6 What is the surplus for the month? **[1]**

____

Total Marks for Section B: 70

Economic and Management Sciences – Term 2 – FAT 3 – Memorandum

Question 1		
1.1	B	2
1.2	C	2
1.3	A	2
1.4	E	2
1.5	D	2
Question 2		
2.1	Creating partnerships	2
2.2	Infrastructure	2
2.3	Consumers	2
2.4	Poverty	2
2.5	Densely populated	2
Question 3		
3.1	Service	2
3.2	Wants	2
3.3	Need	2
3.4	Recycling	2
3.5	Densely populated	2
Question 4		
	(see table below)	10

Assets	Liabilities	Expenses
Property	Loan from bank	Stationery
Vehicles	Credit card	Advertising
Furniture		Telephone
Bank		Insurance

Question 5		
5.1	Transactions is a business deal between a buyer and seller.	2
5.2	The possessions of the business, that are used to run the business.	2
5.3	Money earned by the business or person.	2
Question 6		
6.1	Rent income	1
6.2	Current income	1
6.3	Advertising	1
6.4	Sales	1
6.5	Interest income	1
6.6	Salaries and Wages	1
Question 7		

7	Government grants, rent income, salary and wages, interest income [any two]	2
Question 8		
8.1	Assets	1
8.2	Liabilities	1
8.3		11

Statement of Net Worth of the Motaung Family	
ASSETS	
House	R 400 000
Furniture, equipment and household items	R 110 000
Car	R 42 000
Money in the bank	R 8 600
Money in savings account	R 10 000
TOTAL ASSETS	**R 570 600**
LIABILITIES	
Loan	R 250 000
Creditors/shop account	R 35 000
TOTAL LIABILITIES	**R 285 000**
NET WORTH (ASSETS – LIABILITIES)	**R 285 600 surplus**

8.4		6

INCOME	
Spaza shop sales	R 15 400
TOTAL INCOME	**R 15 400**
EXPENSES	
Transport and other costs	R 2 100
Cost of stock	R 10 000
TOTAL EXPENSES	**R 12 100**
PROFIT (INCOME – EXPENSES)	**R 3 300**

8.5		6

INCOME	**AMOUNT**
Salary Mr Motaung	R 8 600
Salary Mrs Motaung	R 10 100
Rent received from relative	R 300
Spaza profit	R 3 300
Interest earned on saving	R 40
TOTAL INCOME	**R 22 340**

<table>
<tr><td>8.6</td><td>
<table>
<tr><th>EXPENSES</th><th>AMOUNT</th></tr>
<tr><td>Grocery and food for the family</td><td>R 3 400</td></tr>
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<tr><td>Other family costs</td><td>R 3 500</td></tr>
<tr><td>Bank charges</td><td>R 43</td></tr>
<tr><td>TOTAL EXPENSES</td><td>R 11 433</td></tr>
</table>
</td><td>10</td></tr>
<tr><td>8.7</td><td>Yes, their income is R 22 340 while their expenses are only R 11 433.</td><td>1</td></tr>
<tr><td colspan="3">Question 9</td></tr>
<tr><td>9.1</td><td>A budget is a projection of expected income and expenditure for a stated period of time.</td><td>1</td></tr>
<tr><td>9.2</td><td>Thabiso’s budget is a personal one.</td><td>1</td></tr>
<tr><td>9.3</td><td>He gets and allowance of R 200 from his mother.
His mother pays him R 50 if he helps to clean the house and washes the dishes.
He will be paid R 60 a month if he mows the lawn once a week.</td><td>3</td></tr>
<tr><td>9.4</td><td>Three times (R 15 x 3 = R 45)</td><td>2</td></tr>
<tr><td>9.5</td><td>R 15 x 4 = R 60</td><td>2</td></tr>
<tr><td>9.6</td><td>R 5</td><td>1</td></tr>
<tr><td colspan="3" align="right">Total 100</td></tr>
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