



Province of the  
**EASTERN CAPE**  
EDUCATION

**DIRECTORATE SENIOR CURRICULUM MANAGEMENT (SEN-FET)**

**HOME SCHOOLING SELF-STUDY WORKSHEET**

|                        |   |                        |   |                               |            |
|------------------------|---|------------------------|---|-------------------------------|------------|
| <b>SUBJECT</b>         | <b>ECONOMICS</b>  | <b>GRADE</b>           | 12  | <b>DATE</b>                   | 16/07/2020 |
| <b>TOPIC</b>           | <b>MICROECONOMICS &amp; CONTEMPORARY ECONOMIC ISSUES</b>  | <b>TERM 1 REVISION</b> |   | <b>TERM 2 &amp; 3 CONTENT</b> | x          |
| <b>TIME ALLOCATION</b> | <b>20 MINUTES</b>   | <b>MARKS: 30</b>       | <b><u>TIPS TO KEEP HEALTHY</u></b>  |                               |            |
| <b>INSTRUCTIONS</b>    | <b>INSTRUCTIONS AND INFORMATION</b><br><ol style="list-style-type: none"><li>1. Answer ALL questions in the ANSWER BOOK</li><li>2. Number the answers correctly according to the numbering system used in this question paper.</li><li>3. Write the question number above each answer.</li><li>4. Leave 2–3 lines between subsections of questions</li><li>5. Write neatly and legibly.</li></ol> |                        | <ol style="list-style-type: none"><li>1. <b>WASH YOUR HANDS</b> thoroughly with soap and water for at least 20 seconds. Alternatively, use hand sanitizer with an alcohol content of at least 60%.</li><li>2. <b>PRACTICE SOCIAL DISTANCING</b> – keep a distance of 1m away from other people.</li><li>3. <b>PRACTISE GOOD RESPIRATORY HYGIENE</b>: cough or sneeze into your elbow or tissue and dispose of the tissue immediately after use.</li><li>4. <b>TRY NOT TO TOUCH YOUR FACE</b>. The virus can be transferred from your hands to your nose, mouth and eyes. It can then enter your body and make you sick.</li><li>5. <b>STAY AT HOME</b>.</li></ol> |                               |            |

**QUESTION 1**

**30 MARKS – 20 MINUTES**

1.1 Various options are provided as possible answers to the following questions. Choose the answer and write only the letter (A–D) next to the question numbers (1.1.1 to 1.1.8) in the ANSWER BOOK, e.g. 1.1.9 D

1.1.1 An individual firm under perfect competition has a ... demand curve.

- A perfectly elastic
- B perfectly inelastic
- C relatively elastic
- D relatively inelastic

1.1.2 An example of monopolistic competition in South Africa is ...

- A the banking sector
- B car manufacturers
- C fast-food outlets.
- D Eskom

1.1.3 The effect of a minimum price will increase the ... goods.

- A demand for
- B supply of
- C consumption of
- D spending on

- 1.1.4 An imperfect market will maximise its revenue where marginal revenue is ...
- A equal to 1
  - B greater than 0
  - C smaller than 0
  - D equal to 0.
- 1.1.5 Cost-push inflation can be caused by ...
- A lower wages
  - B a decrease in input costs.
  - C exchange rate depreciation.
  - D increase in productivity
- 1.1.6 The United Nations Conference on Sustainable Development agreed to focus on ...
- A preventing soil erosion.
  - B a green economy.
  - C non-renewable energy.
  - D reducing population growth.
- 1.1.7 Foreigners coming into the country from other countries are regarded as ... tourists.
- A inbound

- B outbound
- C domestic
- D local

1.1.8 A non-renewable energy resource is ...

- A wind
- B currents.
- C coal.
- D sunlight

(8 x 2)

(16)

1.2 Choose a description from COLUMN B that matches the item in COLUMN A. Write only the letter (A–I) next to the question numbers (1.2.1 to 1.2.8) in the ANSWER BOOK.

| COLUMN A |                      | COLUMN B |   |
|----------|----------------------|----------|---|
| 1.2.1    | Perfect market       | A        | An engagement between government and businesses to reduce pollution     |
| 1.2.2    | Subsidy              | B        | visiting nature and wilderness areas                                    |
| 1.2.3    | Biodiversity         | C        | excludes items from the average basket that have highly volatile prices |
| 1.2.4    | Monopoly             | D        | a form of financial grant to support an economic activity               |
| 1.2.5    | Voluntary agreements | E        | sells homogenous goods  |

|       |                        |   |  |
|-------|------------------------|---|--|
| 1.2.6 | Differentiated product | F | charges higher prices and produces lower quantities    |
| 1.2.7 | Ecotourism             | G | general price level being stable over a period of time |
| 1.2.8 | Core inflation         | H | a number of species within a community of organism     |
|       |                        | I | a variety of packaging designs of the same article     |

(8)

(8 x 1)

1.3 Give ONE term for each of the following descriptions. Write only the term next to the question number (1.3.1–1.3.6) in the ANSWER BOOK. Abbreviations, acronyms and examples will NOT be accepted

1.3.1 A type of monopoly that uses patents to manufacture their product

1.3.2 The output increases by more than the percentage increase in inputs which results in a decrease in costs

1.3.3 Third party effects, such as the cost of pollution, that is not included in the market price

1.3.4 Permission granted by the government to firms that allows them to pollute up to a certain level

1.3.5 Foreign tourists traveling through South Africa to another destination

1.3.6 An extremely rapid rise in the general price level above 50%

(6 x 1)

(6)

**(SC/NSC/DBE 2019)**

**TOTAL MARKS**

**[30]**