

# SMARTWIZ

## GRADE 7 EMS EXAM

**MARKS: 80**

MARKS	

**TIME: 1 hour 30 minutes**

**SCHOOL** \_\_\_\_\_

**CLASS (e.g. 4A)** \_\_\_\_\_

**SURNAME** \_\_\_\_\_

**NAME** \_\_\_\_\_

### Instructions for Students:

- > Read all instructions carefully before beginning the exam.
- > Write your name and student ID clearly on the answer sheet/booklet.
- > Answer all questions unless otherwise stated.
- > Show all your work/calculations where applicable.
- > Write clearly and legibly.
- > Use blue or black ink only. \* Do not use correction fluid/tape.
- > No electronic devices (calculators, phones, etc.) are allowed unless explicitly permitted.
- > Raise your hand if you have any questions.
- > Do not talk to other students during the exam.
- > Any form of cheating will result in disqualification.

**This test consists of 4 pages, excluding the cover page.**

## SECTION A: THE ECONOMY (20 Marks)

1. Define the term “barter system” and explain one challenge with using it.

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2. Name and explain any two modern forms of money used today.

a) \_\_\_\_\_

b) \_\_\_\_\_

3. Complete the table below by filling in the missing economic participants:

Role	Description
Consumer	Buys goods and services
Producer	_____
Government	_____
Entrepreneur	Starts and runs a business

4. What is the difference between a need and a want? Provide one example of each.

Need: \_\_\_\_\_

Want: \_\_\_\_\_

## SECTION B: ENTREPRENEURSHIP (20 Marks)

5. What is an entrepreneur? Mention two characteristics of a successful one.

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6. Identify and explain two types of businesses:

a) Sole Proprietorship:

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b) Partnership:

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7. Read the advertisement below and answer the questions that follow:

▣ Advert:

### **“Clean & Fresh Mobile Car Wash!”**

*We come to you – affordable, fast, and eco-friendly.*

*Book via WhatsApp today!”*



a) What product or service is being offered?

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b) Name one strength of this business idea.

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c) What is one way the business can promote itself further?

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## **SECTION C: FINANCIAL LITERACY (25 Marks)**

**8. Complete the table by identifying the type of income or expense:**

Description	Income / Expense
Salary from part-time tutoring	_____
Buying school stationery	_____
Pocket money from grandparents	_____
Paying for mobile data	_____

**9. Define the term "budget" and explain why it is useful.**

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**10. Calculate the following:**

a) Sipho earns R1 200 per month. He spends R300 on transport, R250 on food, and R150 on savings.

- How much money does he have left?
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b) Zanele buys 3 T-shirts for R120 each and 2 pairs of jeans for R250 each.

- What is her total expenditure?
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## SECTION D: TRADE AND MARKETS (15 Marks)

11. Match the terms in Column A with the correct definitions in Column B:

Column A	Column B
a) Local trade	1. Trading within one's own country
b) Import	2. Buying goods from another country
c) Export	3. Selling goods to another country

- a) \_\_\_\_\_  
b) \_\_\_\_\_  
c) \_\_\_\_\_

12. Give two reasons why countries trade with one another.

- a) \_\_\_\_\_  
b) \_\_\_\_\_

13. What is the difference between a good and a service? Give one example of each.

Good: \_\_\_\_\_

Service: \_\_\_\_\_

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**TOTAL: 80 MARKS**

MYST PATHWORKS

# **MEMO**

## **SECTION A: THE ECONOMY (20 Marks)**

1. Define the term “barter system” and explain one challenge with using it:

- The barter system is the exchange of goods or services without using money. (1)
- Challenge: It is difficult to find someone who has what you need and wants what you have. (1)

2. Name and explain any two modern forms of money used today:

- a) Debit cards – A card linked to a bank account that allows you to pay electronically. (1)
- b) Electronic transfers – Digital transactions through banking apps or online platforms. (1)

3. Complete the table:

Role	Description
Consumer	Buys goods and services
Producer	Creates or provides goods and services
Government	Provides public services and regulates
Entrepreneur	Starts and runs a business

(4)

4. Difference between a need and a want:

- Need: Something essential for survival, e.g., food or water. (1)
- Want: Something desirable but not necessary, e.g., a video game. (1)

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## **SECTION B: ENTREPRENEURSHIP (20 Marks)**

5. What is an entrepreneur? Mention two characteristics of a successful one:

- An entrepreneur is a person who starts and manages a business to make a profit. (1)
- Characteristics: Innovative and hard-working. (2)

6. Identify and explain two types of businesses:

- a) Sole Proprietorship – A business owned and operated by one person. (2)
- b) Partnership – A business owned and managed by two or more people. (2)

7. Read the advertisement and answer:

- a) Product/service offered: Mobile car wash services. (1)
- b) One strength: Eco-friendly or convenience (any reasonable answer). (1)
- c) Further promotion: Use social media or distribute flyers (any valid idea). (1)

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## **SECTION C: FINANCIAL LITERACY (25 Marks)**

**8. Complete the table:**

Description	Income / Expense
Salary from part-time tutoring	Income
Buying school stationery	Expense
Pocket money from grandparents	Income
Paying for mobile data	Expense

(4)

**9. Define the term "budget" and explain its usefulness:**

- A budget is a plan for managing income and expenses. (1)
- It helps to avoid overspending and ensures that money is allocated wisely. (1)

**10. Calculations:**

a) Sipho:

$$R1\ 200 - (R300 + R250 + R150) = R500 \text{ remaining. (2)}$$

b) Zanele:

$$(3 \times R120) + (2 \times R250) = R360 + R500 = R860. (2)$$

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## SECTION D: TRADE AND MARKETS (15 Marks)

**11. Matching terms:**

- a) Local trade – 1 (1)
- b) Import – 2 (1)
- c) Export – 3 (1)

**12. Two reasons why countries trade with one another:**

- a) To access goods that are not locally available. (1)
- b) To sell surplus products and earn foreign income. (1)

**13. Difference between a good and a service:**

- Good: A physical product, e.g., a car. (1)
- Service: An activity performed for someone, e.g., a haircut. (1)

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**TOTAL: 80 MARKS**