SMARTWIZ

GRADE 8 EMS EXAM

MARKS: 50

MARKS	

TIME: 2 hours

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 5 pages, excluding the cover page.

SECTION A: TYPES OF ECONOMIC RESOURCES

(15 marks)

1.1 Name and explain the four types of economic resources. (8)

1.2 Give an example of each economic resource. (4)

1.3 Why is it important to use economic resources wisely? (3)

SECTION B: PERSONAL FINANCE AND BANKING

(20 marks)

2.1 What is a budget? Why is it important to have one? (4)

2.2 List three different types of bank accounts and briefly explain each. (6)

2.3 What is the difference between a debit card and a credit card? (4)

2.4 Explain the term **interest rate** and how it affects savings. (3)

2.5 What steps can a person take to avoid overspending? (3)

SECTION C: ENTREPRENEURSHIP AND BUSINESS MANAGEMENT

(15 marks)

3.1 What is the role of innovation in business? Give an example. (4)

3.2 Describe two qualities of a successful entrepreneur. (4)

3.3 Explain the difference between a need and a want. Provide one example of each. (4)

3.4 Why is customer feedback important for a business? (3)

TOTAL: 50 MARKS

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SECTION A: TYPES OF ECONOMIC RESOURCES (15 MARKS)

1.1 Four types of economic resources:

- **Land:** Natural resources used to produce goods and services. (2)
- **Labour:** Human effort, skills, and work used in production. (2)
- **Capital:** Machinery, tools, buildings used in production. (2)
- **Entrepreneurship:** The ability to combine resources and take risks to start a business. (2)

1.2 Examples:

- Land: Forest, minerals, water. (1)
- Labour: Teacher, factory worker. (1)
- Capital: Sewing machine, computer. (1)
- Entrepreneurship: Business owner, inventor. (1)

1.3 Importance of wise use:

- Resources are limited; waste leads to shortages. (1)
- Using resources efficiently supports sustainable development. (2)

SECTION B: PERSONAL FINANCE AND BANKING (20 MARKS)

2.1 Budget and importance:

- A plan showing expected income and expenses. (2)
- Helps manage money, avoid overspending, and save for goals. (2)

2.2 Types of bank accounts:

- **Savings account:** For saving money, usually earns interest. (2)
- **Current/checking account:** For daily transactions, withdrawals, and deposits. (2)
- **Fixed deposit account:** Money is locked for a fixed period to earn higher interest. (2)

2.3 Debit vs credit card:

- Debit card deducts money directly from your bank account. (2)
- Credit card allows borrowing money up to a limit, to be paid later. (2)

2.4 Interest rate:

- Percentage paid by the bank on savings or charged on borrowed money. (2)
- Higher interest means more earnings on savings or more cost on loans. (1)

2.5 Avoiding overspending:

- Make and stick to a budget. (1)
- Prioritize needs over wants. (1)
- Track spending regularly. (1)

SECTION C: ENTREPRENEURSHIP AND BUSINESS MANAGEMENT (15 MARKS)

3.1 Role of innovation:

- Innovation means creating new ideas, products, or ways to do business. (2)
- Example: Introducing a new type of eco-friendly packaging. (2)

3.2 Qualities of a successful entrepreneur:

- Creativity and problem-solving skills. (2)
- Determination and willingness to take risks. (2)

3.3 Need vs want:

- Need: Something essential for survival (e.g., food). (2)
- Want: Something desired but not essential (e.g., video games). (2)

3.4 Importance of customer feedback:

- Helps improve products or services. (1)
- Builds customer loyalty and trust. (2)

TOTAL: 50 MARKS