



**LIMPOPO**  
PROVINCIAL GOVERNMENT  
REPUBLIC OF SOUTH AFRICA

DEPARTMENT OF  
**EDUCATION**

## **ECONOMIC AND MANAGEMENT SCIENCES**

**GRADE: 07**

**MEMORANDUM FOR CONTROLLED TEST NO.1    DATE: 15 MARCH 2023**

### **QUESTION 1 (5 MARKS)**

1.1.1. B. ✓

1.1.2. A. ✓

1.1.3. C. ✓

1.1.4. C. ✓

1.1.5. B. ✓

### **QUESTION 2 (5 MARKS)**

2.1.1. D. ✓

2.1.2. E ✓

2.1.3. B ✓

2.1.4. C ✓

2.1.5. A ✓

### **QUESTION 3 (10 MARKS)**

3.1.1. Wealth is the value of all goods owned by a person. ✓✓

3.1.2. Consumer is someone who uses goods and services to satisfy his/her needs. ✓✓

3.1.3. Goods are things that we can touch and consume to satisfy a need or want. ✓✓

3.1.4. Services are non-tangible products where a skill is used to meet a customer's need. ✓✓

3.1.5. Economic problem is when having unlimited needs and wants but limited resources to satisfy them. ✓✓

#### **QUESTION 4 (15 MARKS)**

4.1.1. Goods: Clothes, food ✓ (1 Mark)

Services: Doctor, Banks, Restaurants, etc ✓ (1 Mark)

4.1.2.

- Households buy and consume goods and services. ✓
- They also produce goods and services by selling their labour in exchange for income. ✓
- They are producers and consumers. ✓ (3)

4.1.3.

- Households own the factors of production because they provide businesses with the inputs that those business can use to produce goods and services. ✓✓ (Any 1 possible answer)
- They also buy the product and services that the business produce and they own factors of production. (2)

4.1.4 **Three ways in which consumers can recycle and reuses goods to satisfy needs. (6 Marks)**

- Do not throw things away, rather give them to people who can use them or sell them to people who need them. ✓✓
- Do not buy new goods, rather buy used goods. ✓✓
- Do not replace goods that have been repaired. ✓✓

4.1.5 The Mass market is the market for goods and services that are produced and sold in very large quantities. ✓✓ (2 Marks)

#### **QUESTION 5 (15 MARKS)**

5.1.1. Social inequality refers to a situation in which certain groups of people do not have equal status, social class and access to resources. ✓✓

5.1.2. **Three causes of economic inequality.**

- Education and Training. ✓

- Sexism ✓
- Racism ✓
- Personal preferences (ANY 3 possible answers)
- Innate ability
- Nepotism

5.1.3. Two socio-economic challenges that exist in rural areas.

- Lack of infrastructure ✓
- Poor service delivery ✓
- Lower income (ANY 2 possible answers)
- Low population
- Lack of employment

5.1.4. Two socio-economic that challenges exist in urban areas.

- Crime ✓
- High costs of living ✓ (ANY 2 possible answers)
- Pollution
- Traffic Congestion

5.1.5. Poverty is a situation in which people are extremely poor. ✓✓ (2)

Inequality is a situation in which people do not have equal access to resources. ✓✓ (2)

5.1.6. Stimulating business development. ✓✓ (2)

Promoting entrepreneurship and new businesses.

Encouraging manufacturing. (ANY 1 possible answer)

Improving infrastructure