



Province of the
EASTERN CAPE
EDUCATION

DIRECTORATE SENIOR CURRICULUM MANAGEMENT (SEN-FET)
HOME SCHOOLING SELF-STUDY WORKSHEET

SUBJECT	ECONOMICS	GRADE	12	DATE	16/07/2020
TOPIC	MICROECONOMICS & CONTEMPORARY ECONOMIC ISSUES	TERM 1 REVISION		TERM 2 & 3 CONTENT	x
TIME ALLOCATION	20 MINUTES	MARKS: 30	TIPS TO KEEP HEALTHY		
INSTRUCTIONS	<p>INSTRUCTIONS AND INFORMATION</p> <ol style="list-style-type: none">1. Answer ALL questions in the ANSWER BOOK2. Number the answers correctly according to the numbering system used in this question paper.3. Write the question number above each answer.4. Leave 2–3 lines between subsections of questions5. Write neatly and legibly.				

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]