



higher education & training

Department:
Higher Education and Training
REPUBLIC OF SOUTH AFRICA

MARKING GUIDELINE

NATIONAL CERTIFICATE

ECONOMICS N5

23 November 2022

This marking guideline consists of 8 pages.

SECTION A

Answer ALL the questions in SECTION A.

QUESTION 1

- 1.1 C
- 1.2 A
- 1.3 A
- 1.4 D
- 1.5 D
- 1.6 A
- 1.7 A
- 1.8 A
- 1.9 D
- 1.10 B
- 1.11 A
- 1.12 C
- 1.13 B
- 1.14 A
- 1.15 A
- 1.16 C
- 1.17 B
- 1.18 A
- 1.19 B
- 1.20 B
- 1.21 A
- 1.22 A
- 1.23 D
- 1.24 C
- 1.25 D

(25 × 2) [50]

TOTAL SECTION A: 50

SECTION B

Answer any THREE of the four questions in SECTION B.

QUESTION 2

- 2.1
 - 2.1.1 D
 - 2.1.2 E
 - 2.1.3 A
 - 2.1.4 B
 - 2.1.5 F
 - 2.1.6 C

(6 × 2) (12)

- 2.2 2.2.1
- Balance of payments is a systematic record of all financial transactions
 - of the country's inhabitants with the rest of the world
 - over a given period of one year. (3)
- 2.2.2
- | | | | |
|---------------------|-------------------|----|--|
| Merchandise exports | 745 145,00 | ✓ | |
| Net gold exports | 199 087,00 | ✓ | |
| | 944 232,00 | | |
| Merchandise imports | 995 088,00 | ✓ | |
| Trade balance | -50 856,00 | ✓✓ | |
- (2 marks when only the answer is given) (5)
- 2.2.3
- Exporting goods
 - Rendering services to foreign countries
 - Receiving interest and dividends on capital invested in foreign exchange
 - Inflow of foreign capital for reasons of security and short-term and long-term investments
 - Expenditure of money by foreigners
 - Raising new loans in foreign countries (Any 4 × 2) (8)
- 2.3
- The size and quality of the labour force
 - The quantity and quality of capital
 - Technology
 - The availability of natural resources (4 × 2) (8)
- 2.4 2.4.1
- A budget is a document which contains particulars of the plan for allocating state revenue and expenditure.
 - It is a summary of the revenue and expenditure. (2 × 1) (2)
- 2.4.2
- A progressive tax system imposes a lower tax rate on low-income earners compared to those with a higher income, making it based on the taxpayer's ability to pay.
 - This means it takes a larger percentage from high-income earners than it does from low-income individuals. (2 × 1) (2)
- 2.4.3
- Not increasing personal income taxes leave individuals with more disposable income.✓
 - People have more money to spend on purchasing goods and services and also more funds to invest and save.✓
 - Hopefully as a result the increased funds and spending would kick-start the economy and help it grow.✓✓ (4 × 1) (4)