

High School Olympiad

Guiding the leaders of tomorrow

BUSINESS STUDIES

GRADE 10

Olympiad Paper

Round One

Marks: 30

Time: 1 hour

Date: 12 May 2021



Instructions

1. Complete questions on the ANSWER SHEET provided.
2. Complete all information on the ANSWER SHEET.
3. The ANSWER SHEET consist of 4 sections. Please select the correct section/subject.
4. There are 4 possible answers per question (A B C D)
Only one answer is correct.
Colour a circle completely.
5. Good luck!

PROVERTO EMS OLYMPIAD 2021 – GRADE 10

BUSINESS STUDIES

ROUND 1

BUSINESS ENVIRONMENTS

1. Correct the underlined word to make the statement true.

The macro environment includes all factors and variables that the business has full control over.

- A Micro
 - B Market
 - C External
 - D Tertiary
2. A supplier that goes bankrupt will establish a change in which environment?
- A Macro
 - B Primary
 - C Micro
 - D Market
3. According to STATS SA, how many jobs did the South African economy shed in the second quarter of 2020?
- A 1 million
 - B 2.2 million
 - C 500 thousand
 - D 5.5 million
4. Choose the effect unemployment will have on the economic environment.
- A Decreased spending and lower levels of output.
 - B Increased spending and higher levels of output.
 - C Increased spending and lower levels of output.
 - D Decreased spending and higher levels of output.

BUSINESS FUNCTIONS

5. *We have no knowledge of the incident and you are the only client with this issue. Please do not contact us again as this information is not relevant to us.*

Adapt the statement above so that it has a positive effect on the Public Relations function.

- A We have no knowledge of the incident and you are the only client with this issue and will we not be commenting on this matter.
 - B We are aware of the incident and have launched a full investigation into the matter; however, we ask that you do not contact us again as this reflects badly on our image.
 - C We are aware of the incident and have launched a full investigation into the matter. Please bear with us while we gather the necessary information.
 - D None of the above.
6. Correct the underlined words to make the statement true.

The task of the purchasing manager is to draw up the cash budget as well as a capital budget to plan the long-term financial needs of the business.

- A Marketing manager
 - B General manager
 - C Administration manager
 - D Finance manager
7. The Mission Statement of Pick 'n Pay will...
- A show all interested parties what their CSR programme entails.
 - B give a clear direction on how they intend to achieve their vision.
 - C indicate what the long-term plans and objectives are.
 - D change annually until the business is more established.
8. ... refers to a situation where a third party performs a business function that is normally done within the business.
- A Delegation
 - B Creative Thinking
 - C Organising
 - D Outsourcing

9.



Why is it important for each individual in an organisation to perform their job well?

- A To ensure dysfunctional conflict.
- B To neglect personal relationships
- C To achieve the overall objectives and goals of the business.
- D To achieve a decline in the overall objectives and goals of the business.

BUSINESS SECTORS

10. Evaluate one reason for struggling public sector enterprises.

- A Strong competition from private sector.
- B Sufficient tax income to cover capital.
- C Efficient Management and influx of capital.
- D Poor capital management but with knowledgeable management.

11. Categorise the following pictures into either **Tertiary Sector**, **Quaternary Sector** or **Quinary Sector**

<p>i.</p>  <p>Figure 1: https://www.quora.com/</p>	<p>ii.</p>  <p>Figure 2: https://stratford101.weebly.com</p>	<p>iii.</p>  <p>Figure 3: https://www.westerncape.gov.za/your_gov</p>
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- A
 - i. Quinary Sector
 - ii. Quaternary Sector
 - iii. Tertiary Sector
- B
 - i. Quinary Sector
 - ii. Tertiary Sector
 - iii. Quaternary Sector
- C
 - i. Tertiary Sector
 - ii. Quaternary Sector
 - iii. Quinary Sector
- D
 - i. Tertiary Sector
 - ii. Quaternary Sector
 - iii. Tertiary Sector

12. The following are a suggested list of businesses in the Tertiary Sector of the economy.

1. O.R. Tambo International Airport
2. Nedbank
3. Aqua Monte Bottling Plant
4. Amakulu Dairy
5. Sun International Group

Choose the correct combination:

- A** 1, 3 and 5
- B** 1, 2 and 5
- C** 2, 4 and 5
- D** 3, 4 and 5

13. The GDP (Gross Domestic Product) of a country indicates the ... of the country.

- A** economic stability
- B** economic growth
- C** political instability
- D** social well-being

14. Approximately 18.9% of the population lives below the poverty line. If the South African population is 60,041,994, how many people are living in poverty?

- A** 1,134,2833
- B** 1,347,936
- C** 11,347,936
- D** 11,400,283

ECONOMIC SYSTEMS

15. The basic economic problem is that:

- A** limited needs have to be satisfied by the use of limited scarce resources.
- B** limited needs have to be satisfied by the use of unlimited scarce resources.
- C** unlimited needs have to be satisfied by the use of limited scarce resources.
- D** unlimited needs have to be satisfied by the use of unlimited scarce resources.

16. Which one of the following can be seen as a disadvantage of international trade?

- A** Different climates
- B** Sanctions against a country
- C** Effective communication and transport
- D** Labour specialisation.

17. Pope Pius XI made the following statement: that government "should supply help to the members of the social body, but may never destroy or absorb them".
(<https://en.wikipedia.org/wiki/>, accessed 28/02/2020)

Support the above statement by selecting the type of economic system he is referring to.

- A Planned economy
- B Mixed economy
- C Market economy
- D Financial economy



Justify the criticism of capitalism by referring to the above cartoon.

- A Capitalists' control of production will be affected negatively because workers are overworked.
 - B People and companies make most of the decisions.
 - C A price system and competitive markets.
 - D A country's trade and industry are controlled by private owners for profit, rather than by the state.
19. Government owns all the business departments and organisations in the ... sector.
- A Primary
 - B Informal
 - C Private
 - D Public

THE CIRCULAR FLOW

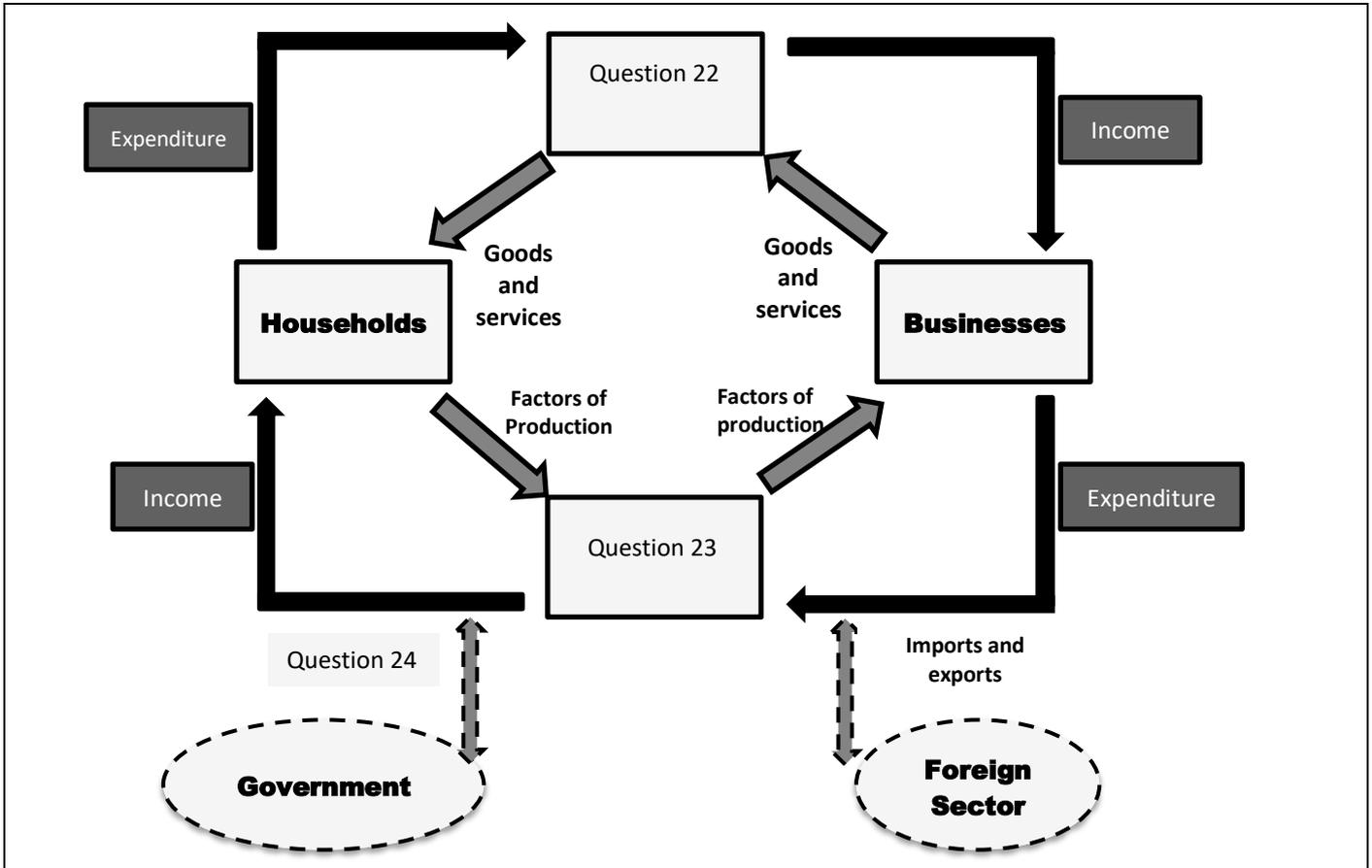
20. State whether the following statement is TRUE or FALSE:

Economic growth coincides with an increase in the inflation rate.

- A False, decrease in inflation.
- B True.
- C False, increase in the tax rates.
- D False, increase in recession.

21. Predict the outcome if households were to be taken out of the circular flow of a closed economy.
- A No tax income for infrastructure development.
 - B No labourers to transform factors of production.
 - C No economic development would be possible.
 - D All of the above.

The following diagram is to be used to answer Questions 22, 23 and 24.



22. Label the block numbered Question 22.
- A Market for goods and services.
 - B Goods and services.
 - C Factors of production.
 - D Market for the Factors of production.
23. Label the block numbered Question 23.
- A Market for goods and services.
 - B Goods and services.
 - C Foreign income for goods and services.
 - D Market for the Factors of production.
24. Explain the impact of the activity at the block numbered Question 24 as illustrated in the diagram.
- A Without foreign income, no service delivery would be possible.
 - B No labourers to produce goods and services.
 - C No population growth.
 - D Without the payment of taxes, no service delivery would be possible.

ENTREPRENEURSHIP

Use the following picture to answer Questions 25, 26 and 27.



Figure 5: <https://www.fearlessmotivation.com>

25. Identify the famous entrepreneur in the picture.
- A Bill Gates
 - B Elon Musk
 - C Mark Zuckerberg
 - D Steve Jobs
26. Outline what he is famous for.
- A Apple designer.
 - B Development of Google.
 - C Development of Windows.
 - D Founder of Tesla Motors and SpaceX.
27. What effect did COVID-19 have on entrepreneurship?
- A COVID-19 has had no effect on entrepreneurship.
 - B COVID-19 has led to only government opening new businesses.
 - C COVID-19 has led to governments buying entrepreneurial businesses.
 - D COVID-19 has also led to an increase in entrepreneurial activity and creativity.
28. Give an example of the most successful entrepreneurial businesses during lockdown.
- A Food services
 - B Dog walking
 - C Exercise facilities
 - D Laundry services

29. Which of the following elements is **NOT** used to assess an entrepreneurial venture?
- A Suppliers
 - B Creativity
 - C Potential for growth
 - D Clear vision and mission
30. Which one of the following definitions is **INCORRECT**?
- A An entrepreneur is a person who produces a good or a service which he or she then sells in order to make money.
 - B An entrepreneur is a person with the knowledge and the skills to combine and co-ordinate the factors of production in such a way as to make a profit.
 - C An entrepreneur is an individual who organises, owns, manages and assumes the risks of a business.
 - D None of the above