

EXAMINATION GUIDELINES

BUSINESS STUDIES GRADE 11 PAPER 1 & 2

2019

This document consists of 36 pages

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1. INTRODUCTION

The Curriculum and Assessment Policy Statement (CAPS) for Business Studies outlines the nature and purpose of the subject Business Studies. This guides the philosophy underlying the teaching and assessment of the subject in Grade 11.

The purpose of these Examination Guidelines is to:

- Provide clarity on the depth and scope of the Business Studies content to be assessed in the Grade
 11 Examination in Business Studies.
- Assist teachers to adequately prepare learners for the examinations.
- Guide examiners to assess content that was taught at the prescribed level.

This document deals with the mid and final year Grade 11 examinations. It does not deal in any depth with the School-Based Assessment (SBA).

This guideline should be read in conjunction with:

- The National Curriculum Statement (NCS) Curriculum and Assessment Policy Statement (CAPS): Business Studies
- The National Protocol of Assessment: An addendum to the policy document, the National Senior Certificate: A qualification at Level 4 on the National Qualifications Framework (NQF), regarding the National Protocol for Assessment (Grades R–12)
- The national policy pertaining to the programme and promotion requirements of the National Curriculum Statement, Grades R–12.

NOTE:

- It must be emphasised that teachers should not only focus on content, but also link it to the
 cognitive levels (low, middle and high order thinking) in their teaching and assessment. Teachers
 are encouraged to consider the following five aspects when teaching and assessing all topics and
 sub-topics:
 - What? (nature, purpose and knowledge) [low order]
 - How? (skills, knowledge and values) [low and middle order]
 - Why? [middle and higher cognitive levels are stimulated when forming an opinion]
 - Is it working/successful/good/bad? (evaluation/critical analysis/impact [high order] is addressed)
 - Recommendations for improvement, where applicable.
- 2. The above aspects will guide teachers to set/design formal assessment activities that will address all cognitive levels. Learners are equipped to respond to questions/tasks that require different levels of cognitive thinking and difficulty.
- 3. ALL assessment tasks (informal and formal) should contain questions/instructions that cover all cognitive levels that range from simple to complex e.g. list/outline/identify/discuss/ Analyse / critically evaluate/suggest/recommend/devise.
- The cognitive verbs indicated in this guideline are simply a guide. Teachers and examiners may use other verbs that are relevant to the nature and context of the question in order to increase/decrease levels of cognitive thinking and difficulty.

2. ASSESSMENT IN GRADE 11

2.1 GRADE 11: SUMMARY FORMAT/OUTLINE OF THE FORMAL END-OF-THE-YEAR EXAMINATION QUESTION PAPER 1 & 2

SECTION	TYPE OF QUESTIONS	MARKS	TIME (minutes)	COGNITIVE LEVEL(S)
A	Compulsory Covers ALL TOPICS (15 short questions x 2) Different types of short and objective questions using various assessment style sand covering the entire curriculum, e.g. multiple-choice, match columns, choose the correct word etc.	30	20	Mostly levels 1–2
В	Choose any TWO questions in this section. (40 marks x 2 questions) FIVE questions will be set. Each question will cover a main topic and the fifth question will cover all four main topics (a miscellaneous question). These questions should cover the entire curriculum. Applicable action verbs in this section are, for example discuss, motivate, compare, distinguish, explain, evaluate, critically evaluate, justify, suggest, recommend, etc. Case studies (scenarios) or source-based questions should be included. Answers should be in point form, paragraph style or as per requirement of each question.	80	70	Levels 1–6 Remembering/Re call, Understanding, Applying, Analysing, Evaluating, Creating)
С	Answer any ONE question in this section. (40 marks x 1 questions) FOUR questions, each covering one of the main topics. Longer, essay type questions of lower, middle and higher cognitive levels to assess insight and interpretation of theoretical knowledge in addition to content.	40	30	Mostly levels 3–6 Applying, Analysing, Evaluating, Creating
	TOTAL	150	120	

2.2 THE DISTRIBUTION OF COGNITIVE LEVELS

Cognitive level	Percentage
Levels 1 and 2 (Lower levels)	30
Levels 3 and 4 (Middle levels)	50
Levels 5 and 6 (Higher levels)	20
TOTAL	100

2.3 CLASSIFICATION OF SUBTOPICS ACCORDING TO MAIN TOPICS FOR PAPER 1

BUSINESS ENVIRON-MENTS	TERM	BUSINESS OPERATIONS	TERM
Influences of business environments	1	Marketing function	2
Challenges of the business environment	1	Production function	2
Adapting to challenges of the business environments	1	Introduction to Human Resources	4
Contemporary socio-economic issues	1		
Business sectors	1		

3. ELABORATION OF THE CONTENT FOR GRADE 11 (CAPS)

MAIN TOPICS	TOPICS	CORE CONTENT THAT MUST BE COVERED BY GRADE 12 BUSINESS STUDIES TEACHERS	CONTENT DETAILS FOR TEACHING, LEARNING AND ASSESSMENT PURPOSES	TERM
1. BUSINESS ENVIRON- MENTS	1.1 Influences of business environments	 Examination of control factors, e.g. more control over micro environment, less control over market environment and even less control over macro environment Ways to be involved in macro environment – if beneficial to business Micro environment The business mission and objectives, its management structure, its resources and its culture are primarily controlled by the enterprise's management. Market environment The customers, suppliers, competitors, regulators and strategic allies and unions give rise to particular opportunities and threats. Business has no control over the factors. Macro environment Enterprise in relation to the macro environment, i.e. economic, techno-logical, and political environments 	 1.1 Learners should be able to: Outline the components of the micro, market & macro environments. (Recap) Explain the reasons why businesses has more control over the micro environment/less control over market environment and less control over macro environment. Identify the challenges of the business environments from scenarios/case studies/statements and examine the extent of control a business has over these environments. Discuss/Explain/Describe how businesses can control the business environments. Recommend/Suggest ways in which businesses can be involved in the macro environment. Discuss/Explain the benefits/advantages of businesses that are involved in the macro environment. Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to examine the extent of control a business has over the business environments. 	1

		Examination Guidelines	
1. BUSINESS ENVIRON- MENTS	1.2 Challenges of the business environment	The challenges of the micro (internal), market and macro business environments • Challenges of the micro environment (e.g. difficult employees, lack of vision and mission, lack of adequate management skills, unions, strikes and goslows, etc.) • Challenges of the market environment (e.g. competition, shortages of supply, changes in consumer behaviour, demographics and psychographics, socio-cultural factors, etc.) • Challenges of the macro environment (e.g. changes in income levels, political changes, contemporary legal legislation, labour restrictions, micro-lending, globalisation/ international challenges, social values and demographics, socio-economic issues, etc.)	 Learners should be able to: Outline/Name/Discuss/Explain the challenges of the micro environment. Identify these challenges from given scenarios/Statements. Quote from scenarios/Statements to support your answer. Differentiate between strikes and go-slows. Outline/Name/Discuss/Explain the challenges of the macro environment. Identify these challenges from given scenarios/Statements Quote from scenarios/Statements to support your answer. Recommend ways in which businesses can overcome competition in the market. Identify the impact of socio-cultural factors on businesses from scenarios/case studies and make recommendations on how businesses can address this challenge. Outline/Name/Discuss/Explain the challenges of the macro environment. Give examples of contemporary legislation that may affect business operations. Explain/Discuss how contemporary legislation, political changes, international challenges affects business operations. Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand the challenges of the business environments to enable them to devise competitive and creative strategies. Make notes using different resources and textbooks.

1.	1.3	1.3	1.3
BUSINESS	Adapting to	How a business constantly needs to adapt to the	Learners should be able to:
ENVIRON-	challenges of the	challenges of the micro (internal), market and macro	Explain/Discuss/Recommend ways in which
MENTS	business	business environments	businesses can adapt to challenges of the micro,
	environments	Ways in which a business can adapt to challenges of	market and macro environment e.g.: o Businesses can deal with difficult employees
		the macro environment, and whether this is to the	as a micro-environment challenge by
		benefit of the business	revisiting the recruitment & induction policies.
			Define, Explain/Discuss/Describe the following ways
		 Information management, strategic responses, 	in which businesses can adapt to challenges of the
		mergers, takeovers, acquisitions and alliances,	macro environment:
		organisation design and flexibility, direct influence	 Information management
		of the environment and social responsibility	Strategic responses
		 Lobbying, networking and power relations 	 Mergers, takeovers, acquisitions and alliances Organisation design and flexibility
		 Lobbying, e.g. hedging against inflation, 	 Organisation design and nexibility Direct influence of the environment and social
		bargaining sessions between management	responsibility
		and unions, influencing supervisory	Give practical examples of mergers, takeovers,
		body/regulators, etc.	acquisitions and alliances.
		Networking, e.g. finding new customers etc.	 Identify these examples from given scenarios/
		 Power relationships e.g. strategic alliance agreements, persuasion of large investors, 	statements.Quote from these scenarios/statements to support your answer.
		company representatives' influence, etc.	Suggest ways in which business can have a direct influence on the environment.
			 Recommend projects that can be undertaken by
			businesses as part of social responsibility and explain
			the benefits of these projects for businesses.
			Define the term lobbying
			Discuss /Explain the reasons why businesses lobby
			Explain/discuss/describe the following types of Section Control Control
			lobbying e.g.: o Hedging against inflation
			Bargaining sessions between management and
			unions,
			 Influencing supervisory body/regulators
			Explain the meaning and the importance of
			networking.
			 Give practical examples of networking.

Make notes using different resources and textbooks.

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1.	1.4	1.4	1.4.	
BUSINESS ENVIRON- MENTS	Contemporary socio-economic issues	 The impact of contemporary socio-economic issues on business operations, and their challenges; decisions for specific business situations The impact of contemporary socio-economic issues on business operations and productivity, e.g. income, inflation, social, cultural and demographic issues, economic crime, ethical misconduct (sexual harassment, corruption, mismanagement of funds, etc.), population growth, illiteracy, lack of skills, unavailability of natural resources, inefficiency in the use of resources, dumping, exhaustion of natural resources, piracy, strikes Possible business solutions/contributions to deal with the socioeconomic issues: Piracy: the nature and definition of each intellectual property right Copyright Patent Trade mark Investigation of developments in industrial relations that relate to contemporary business practice Labour strikes, go-slows and lockouts Labour Relations Act (nature and purpose) What is a trade union? History of trade unions Roles of trade unions Functions of trade unions 	 Learners should be able to: List/Name/Give examples of contemporary socio-economic issues that pose a challenge to businesses. Identify socio-economic issues from scenarios/case studies/statements. Discuss the impact of contemporary socio-economic issues on business operations. Discuss/Explain/Describe types of ethical misconduct e.g. sexual harassment, corruption, mismanagement of funds etc. Discuss the impact of piracy on business operations. Define the following concepts and suggest ways in which businesses can deal with piracy e.g. Copyright Patent Trademark Identify copyright/patent and trade mark form scenarios/case studies/statements/pictures. Define/Explain the meaning of industrial relations. Define the following concepts: Strikes Go slows Lockouts Discuss/Explain/Describe the purpose of the Labour Relations Act. Define the term trade unions and the reasons for the establishment of trade unions. (Do not focus on the history of trade unions). Outline/Mention/Discuss/Explain/Describe the roles of trade unions, e.g. addressing poverty reduction, job creation challenges etc. Outline/Discuss/Explain the functions of trade unions. Evaluate the functions of trade unions from scenarios/case studies and make recommendations for improvement. 	1

		Examination Guidelines		
			Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.	
			Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines)	
1. BUSINESS ENVIRON- MENTS	1.5 Business sectors	1.5 The links between various primary, secondary and tertiary enterprises. Examination of the links between: • Primary enterprises • Secondary enterprises • Tertiary enterprises	 Make notes using different resources and textbooks. 1.5 Learners should be able to: Explain the meaning of the primary, secondary and tertiary sectors. Visit any local business enterprise and establish the link/relationship between these sectors Discuss/Explain/Describe the link/relationship between the primary, secondary and tertiary sector. Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand the links between various primary, secondary and tertiary enterprises. Make notes using different resources and textbooks. 	1

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2 Business Operations 2.1 MARKETING FUNCTION	Z.1 The aspects of the marketing function: marketing activities; product policy; pricing policy; distribution; marketing communication; foreign marketing. Marketing activities (e.g. product policy, pricing policies, marketing distribution, marketing communication)	 2.1 Learners should be able to: MARKETING Define marketing. Briefly explain the role of marketing. Outline/Mention/Discuss/Explain the following marketing activities: Standardisation and grading 	2
	 Marketing: locating the consumer standardisation and grading, storage, transport, financing, risk-bearing, and buying & selling Product policy: product development, design, packaging and trademarks Distribution policy: channels of distribution, intermediaries, direct and indirect distribution 	 Storage, Transport Financing Risk-bearing and Buying & selling Identify the above mentioned marketing activities from given scenarios/case studies/statements. 	
	 Communication policy: sales promotion, advertising, publicity and personal selling Pricing policy: importance of pricing, pricing techniques, price determination, factors influencing pricing, price adjustments Marketing in the formal and informal sectors. Use of technology for marketing (electronic marketing, etc.) Foreign marketing: imports and exports. Alignment of foreign marketing and the production function (e.g. systems, planning, safety, quality and costing 	 PRODUCT POLICY Outline/Mention/ Explain /Discuss the product policy with specific reference to types of product, product development, trademarks and packaging. Outline/Mention/Discuss categories of consumer goods/products. Explain/Discuss the importance of product development Outline/Mention/Discuss/Explain the steps/stages of product design. Mention/Explain/Discuss the purpose of packaging Outline/Mention/Discuss/Describe/Classify types/kinds of packaging. Elaborate on the meaning of trademarks Discuss/Explain/Describe the importance of trademarks to businesses and consumers. Outline/Mention/Explain the requirements of a good trade mark. PRICING POLICY Define/Explain the meaning of price Discuss/Explain the importance of pricing. 	

- Outline/Mention/Explain/Discuss the following pricing techniques e.g.:
 - Cost-based/orientated pricing
 - Mark-up pricing
 - Customer/target based pricing
 - Competition based/orientation pricing
 - Promotional pricing
 - Penetration pricing
 - Psychological pricing
 - Bait pricing
 - Skimming prices
- Identify the above mentioned pricing techniques from given scenarios/statements. Quote from the scenario to support your answer.
- Outline/Mention/Explain/Discuss factors that influence pricing.
- Identify the these factors from given scenarios/ statements. Quote from the scenario to support your answer.

DISTRIBUTION POLICY

- Define/Explain the meaning of distribution.
- Outline/Discuss/Explain the channels of distribution.
- Differentiate/Distinguish between direct and indirect channel of distribution.
- Explain the meaning of intermediaries
- Outline/Mention different types of intermediaries.
- Explain the role of intermediaries in the distribution process.
- Draw the channel of distribution.
- Briefly explain the reasons why manufactures may prefer to make use of direct or indirect distribution methods.

COMMUNICATION POLICY

- Define/Explain the meaning of a marketing communication policy.
- Outline/Mention/Explain/Discuss/Describe the following components of the marketing communication policy:
 - o Sales promotion
 - Advertising

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Publicity and

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- o Personal selling
- Explain the purpose of sales promotion and give practical examples.
- Explain the purpose of advertising and give examples of advertising medium.
- Elaborate on the meaning of publicity.
- Explain the role of the public relations in publicity.
- Give examples of publicity e.g. press release to the media.
- Explain the meaning of personal selling
- Justify the effectiveness of personal selling in promoting a business product.

MARKETING IN THE INFORMAL SECTOR

- Define the informal sector
- Explain the advantages of marketing in the informal sector
- Justify the reasons why the informal sector prefers to use direct distribution.
- Explain/Discuss how the informal sector uses indirect distribution.

ELECTRONIC MARKETING

- Define electronic marketing and give examples.
- Identify methods of electronic marketing from given scenarios/case studies/cartoons/pictures etc.
- Explain/Discuss the impact (advantages and disadvantages)
 of electronic marketing.
- Compare the marketing mix of the formal sector with the formal sector e.g. the product of the informal sector usually does not have a logo or trade mark as compared to the formal sector.

FOREIGN MARKETING

- Define foreign marketing
- Outline/Mention/Explain/Discuss restrictions and regulations that control foreign marketing e.g.:
 - Tariffs trade agreement
 - Export subsidies
 - o Protection policies etc.

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- Suggest ways in which South African businesses can enter into a foreign market e.g. exports, licensing, joint ventures, direct investments etc.
- Explain/Discuss how the production function can align its processes in order to meet the global demand e.g.
 - Production systems
 - o Planning
 - Safety
 - Quality and
 - o Costing

Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions.

Types of questions:

Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.

Additional resources:

Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand marketing activities and the impact of foreign marketing on local businesses.

Make notes using different resources and textbooks.

2.2

2.2

2.

2

BUSINESS **OPERATIONS**

PRODUCTION
The aspects of the production function:
systems: production planning: safety management of the production of the production function:

systems; production planning; safety management; quality control; production costs

- Systems (mass, batch and job)
- Production planning (information about production planning and control)
 - Production planning: planning, routing, scheduling and loading
 - Production control: dispatching, following up, inspection and corrective action
- Safety management: knowledge about factory safety, machinery and Occupational Health and Safety Act, Workplace Safety Policy
- Quality control: quality management systems (SABS), quality control bodies and policies

Production costs: business calculations – total cost of production, unit cost of production, selling price and calculation of profit, break-even analysis

2.2

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Learners should be able to: MASS PRODUCTION

- Explain the role of the production function in the manufacturing process.
- Define mass production and give examples.
- Explain/Discuss the characteristics/advantage/disadvantages of mass production.
- Identify mass production from given scenarios/case studies/cartoons/pictures.

BATCH PRODUCTION

- Define batch production and give examples
- Explain/Discuss the characteristics/advantage/ disadvantages of batch production
- Identify batch production from given scenarios/case studies/cartoons/pictures.

JOB PRODUCTION

- Define job production and give examples
- Explain/Discuss the characteristics/advantage/disadvantages of job production.
- Identify job production from given scenarios/case studies/cartoons/pictures
- Explain the situation in which each production system is used.

PRODUCTION PLANNING

- Define production planning.
- Outline/Mention/Explain/Discuss aspects that must be considered during production planning e.g. planning, routing, scheduling and loading.
- Explain/Discuss the advantages of production planning.
- Explain the meaning of production control.
- Outline/Mention/Explain/Discuss aspects that must be considered during production control e.g. dispatching, following up, inspection and corrective action.

- Justify the reasons why businesses must manage safety in the workplace.
 Explain/Discuss the requirements for a safe
- Explain/Discuss the requirements for a safe environment e.g. safety policy, visible warning signs, first-aid kit, safe working environment etc.
- Explain/Discuss/Recommend precautionary measure that businesses should take when handling machinery.
- Explain the purpose of the Occupational Health and Safety Act.
- Recommend/Suggest ways in which businesses can comply with the Occupational Health and Safety Act.
- Explain the purpose of a workplace safety policy.
- Outline/Mention/Explain/Discuss aspects that must be included in the workplace safety policy.
- Evaluate a workplace safety policy and make recommendations for improvement.
- Define quality control

- Explain Total Quality Management (TQM) as part of quality management system.
- Outline/Mention quality control bodies e.g. SABS, ISO, quality circles etc.
- Explaining the meaning of production costs.
- Outline/Mention/Discuss/Explain the components of production costs e.g. primary and overhead costs.
- Give examples of primary and overhead costs
- Explain the meaning of total and fixed costs.
- Calculate total, fixed and variable costs.
- Calculate unit costs, selling price, profit and the breakeven point.
- Explain the meaning of the break-even point.

Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions.

Types of questions:

Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.

		Examination Guidelines		T
			Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand Make notes using different resources and textbooks	
2. BUSINESS OPERATIONS	2.3 INTRODUCTION TO HUMAN RESOURCES	 Human resources activities (e.g. recruitment and selection, contracts, induction, salaries, and other benefits) -Procedures related to recruitment, selection and interviewing Discussion of the following: Human Resources: Labour Relations Act (LRA) No.66 of 1995, Basic Conditions of Employment Act (BCEA) No.75 of 1997 Employment Equity Act (EEA) No.55 of 1998, Compensation for Occupational Injuries and Diseases Act (COIDA) No.61 of 1997 Legalities of employment contracts Procedures of induction and placements Interviewing, selection and induction Salary determination (piecemeal and timerelated), including personal tax; link to basic conditions of employment Employee benefits: pension, medical, other 	 Learners should be able to: Explain the role of the human resources function.(Recap). Outline/Mention/Explain/Discuss the human resources activities e.g.: Recruitment Selection Contracts Induction Salaries Benefits Discuss/Explain the recruitment procedure. Discuss/Explain sources of recruitment e.g. internal and external sources. Discuss/Explain the selection procedure. Explain/Discuss the role of the interviewer during the interview. Outline/Mention aspects/content of the employment contract. Evaluate an employment contract from given scenarios and make recommendations for improvement. Explain the meaning of induction. Discuss/Explain the purpose of induction. Discuss/Explain the placement procedure Differentiate between gross and net pay. Outline/Mention/Explain different system of salary determination methods e.g. piecemeal and time-related. Distinguish between piecemeal and time-related salary determination methods. 	4

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Outline/Mention/Explain employee benefits. Explain/Discuss the implications of the following Acts on the human resources function: o Labour Relations Act (LRA) No.66 of 1995 Basic Conditions of Employment Act (BCEA) No.75 of 1997 o Employment Equity Act (EEA) No.55 of 1998, Compensation for Occupational Injuries and Diseases Act (COIDA) No.61 of 1997 • Identify the above mentioned Acts from given scenarios and recommend ways in which the human resources function can comply with these Acts. Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand the human resources activities and the impact of legislation on this function. Make notes using different resources and textbooks.

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Note:

The 'Term'-column indicates the term in which a topic is to be covered as per the CAPS document.

The main topics are numbered from 1 to 4, e.g.

Business Environment (1), Business Ventures (2), Business Roles (3) and Business Operations (4) to simplify the layout of the document

CLASSIFICATION OF SUBTOPICS ACCORDING TO MAIN TOPICS FOR PAPER 2

BUSINESS VENTURES	TERM	BUSINESS ROLES	
Benefits of a company over other forms of ownership	1	Creative thinking and problem solving	2
Avenues of acquiring a business	1	Stress and crisis management	2
Transformation of a business plan into an action plan	3	Professionalism and ethics	2
Setting up/starting a business	3	Citizenship role and responsibilities.	3
Presentation of business information	3	Team dynamics and conflict management	4
Entrepreneurial qualities and success factors	3		

MAIN TOPICS	TOPICS	CORE CONTENT THAT MUST BE COVERED BY GRADE 12 BUSINESS STUDIES TEACHERS	CONTENT DETAILS FOR TEACHING, LEARNING AND ASSESSMENT PURPOSES	TERM
1. BUSINESS VENTURES	1.1 Benefits of a company over other forms of ownership	1.1 The benefits and challenges of establishing a company versus other forms of ownership (including taxation issues) Recap the characteristics, advantages and disadvantages of the forms of ownership The benefits and challenges of establishing a company versus other forms of ownership i.e. sole trader, partnership, Close Corporation, co-operatives, (including taxation issues) Formation of companies The company's charter - Memorandum of Incorporation Name of the company incorporation and commencement of the company Prospectus	 1.1 Learners should be able to: Discuss/Explain/Describe the characteristics, advantages and disadvantages of the forms of ownership. (Recap) Distinguish/Differentiate/Tabulate the differences between forms of ownership. Discuss/Explain the benefits of establishing a company versus other forms of ownership e.g.: Legal status and liability. Profit sharing Ownership and management Capital and cash flow Life span and continuity Taxation Discuss/Explain the challenges of establishing a company versus other forms according to the above mentioned benefits. Explain/Describe/Discuss the procedure for the formation of companies. Discuss/Explain the legal requirements of the name of the company, e.g.: A company is not allowed to use a misleading name, A name reservation is valid for six months, etc. Define the following concepts: Memorandum of incorporation Notice of incorporation Prospectus, i.e. initial & secondary offer Outline the aspects that must be included in the prospectus. Knowledge of this topic should enable a learner to: Answer in short paragraphs/longer and essay type questions. 	1

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Examination Guidelines

		Examination Guidelines	Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand the benefits of a company over other forms of ownership. Make notes using different resources and textbooks.
1. BUSINESS VENTURES	1.2 Avenues of acquiring a business	 Avenues of acquiring businesses (e.g. franchising, outsourcing, leasing); discuss their advantages and disadvantages as well as their contractual implications Avenues of acquiring businesses (e.g. franchising, outsourcing, leasing) Their advantages and disadvantages as well as contractual implications (e.g. royalties, legalities) 	1.2 Learners should be able to: Explain/Discuss/Justify/Motivate the reason why entrepreneurs may decide to purchase an existing business. Outline/Mention/Discuss/Explain/Describe the advantages, disadvantages and contractual implications of the following business avenues: Franchising Outsourcing Leasing Identify/Name business avenues from scenarios/case studies/statements. Conduct research on the viability and benefits of franchising, outsourcing and leasing Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) Make notes using different resources and textbooks

BUSINESS Transform of a busine plan into a action plan

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1	1.1	Examination Guidelines	1.4
1 BUSINESS VENTURES	1.4 Setting up/ Starting a business plan	 Collaboratively or independently starting a business venture based on an action plan Initiating and setting up business ventures to generate income, basing this on an action plan. Acquiring funding (Equity capital/loans/debt, considering other sources of funding/capital), if needed 	1.4 Learners should be able to: Outline/Mention/Explain/Discuss aspects that must be considered when initiating a business e.g.: Strategy Operations Productivity Size of a business etc. Outline/Mention/Explain/Discuss factors that must be considered before start-up e.g.: Culture of the organisation Environmental changes customer services Business growth Cost saving etc. Analyse the above mentioned factors from scenarios/case studies and make recommendations for improvement. Explain/Discuss reasons why businesses need funding. Outline/Mention/Explain sources of funding. Explain/Discuss/Describe factors that influence the choice of funding e.g. nature of finance, amount of capital needed, risk, cost of finance etc. Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) Make notes using different resources and textbooks.

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1.5
USINESS ENTURES Presentation of business information

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	Examination Guidelines	
1 BUSINESS VENTURES Entrepreneurial qualities and success factors	1.6 The degree to which a business embraces entrepreneurial qualities Identification and assessment of a business against the entrepreneurial qualities (e.g. risk taking, perseverance, good management, etc.) (recap entrepreneurship qualities from Grade 10 and assess a business against the qualities) Critical reflections on a business venture, and identification of its success factors and areas for improvement Exploration and identification of what makes a business successful. Key success factors, e.g. sustainability, profitability, customer base, etc. Identify areas for improvement. Note: In the absence of an identified business, use a case study.	Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to gain insight on the presentation of business information Make notes using different resources and textbooks. 1.6 Learners should be able to: Outline/Explain the qualities of an entrepreneur. (Recap) Identify the qualities of an entrepreneur from given scenarios/case studies/statements/etc. Assess a business against these qualities Identify/Outline/Mention key success factors etc. sustainability/profitability/customer base etc. Recommend/Suggest areas for improvement from given scenarios/case studies/statements. Suggest strategies that businesses can use to ensure that they remain profitable and sustainable e.g. Thorough planning Sound managing finances Effective management of scarce resources and employees Maintaining a solid customer base Behaving ethically and Being social responsible Knowledge of this topic should enable a learner to: Answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.

		Examination Guidelines		
			Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand. Make notes using different resources and textbooks.	
2. BUSINESS ROLES	2.1 Creative thinking & problem solving	 Application of creative thinking to address business problems and to improve business practice (recap) Creative thinking to address business problems and to improve business practice Problem-solving skills in a business context Routine vs. creative thinking, mental blocks to creativity and idea generation More complex problem-solving techniques (e.g. Delphi technique and force-field analysis revision) Working with others to solve problems and generate ideas Creative thinking skills and conventional vs. non-conventional solutions (include indigenous approach and solutions) Creative solutions to business problems; assess these against the reality of the business environment 	 2.1 Learners should be able to: Explain/Elaborate on the meaning of creative thinking. Differentiate between routine versus creative thinking. Differentiate/Distinguish between conventional versus non-conventional solutions. Recommend ways in which businesses can create an environment that stimulate creative thinking.(Recap Explain the benefits/advantages of creative thinking in the workplace. Define problem solving Explain the meaning of a Delphi and Force-Field analysis. (Recap) Apply a Delphi and Force-Field analysis from given scenarios/case studies. Explain the advantage of working with others to solve problems. Interview a business and find out about the following aspects: What are the business problems Create solutions to solve the problems. Assess the solutions against the reality of the business. 	2
			Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions. Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.	
			Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to	

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			understand how businesses use creative thinking to solve complex business problems.	
			Make notes using different resources and textbooks.	
2.	2.2	2.2	2.2	
BUSINESS ROLES	Stress and crisis management	 The concepts relating to stress, crisis and change management Concepts relating to stress How to manage stress Explain the importance of stress management in pressurised work environments Crisis and change management Dealing with business-related crises (e.g. tight deadlines, loss of property, illness, etc.) Theories of change management Dealing with and adapting to change (e.g. unemployment, retrenchment, globalisation, affirmative action) 	 Explain the meaning of stress. Outline/Mention/Explain the causes of stress in the business environment e.g. work overload/long working hours/time pressures and deadlines/incompetent managers etc. Discuss/Explain the importance of stress management in the workplace. Suggest/Recommend ways employees can manage stress in the workplace. Define the term crisis and give typical examples of crisis in the workplace. Recommend/Suggest ways businesses can deal with crisis in the workplace. Outline/Mention internal/external causes of change. Identify the causes of change from given scenarios/ case studies etc. Outline/Mention/Discuss/Explain John P Kotter's 8 steps of leading change e.g.: Establish a sense of agency Create a guiding coalition Develop a vision and a strategy Communicate the vision Empower broad-based action Generate short-term wins Consolidate gains Anchor in the culture Apply John P Kotter's theory of change using given scenarios/case studies. Discuss/Explain/Describe major changes that people and businesses deal with e.g. unemployment, retrenchment, globalisation and affirmative action. Suggest strategies business can use to deal with globalisation and affirmative action. Recommend ways businesses can deal with/manage change in the workplace. Knowledge of this topic should enable a learner to:	2

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		Examination Guidelines		
			Answer in short paragraphs/longer and essay type questions.	
			Types of questions: Questions based on case studies/ scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) Make notes using different resources and textbooks.	
2. BUSINESS	2.3 Professionalism	2.3The theories and principles of professionalism and	2.3 Learners should be able to:	2
ROLES	and ethics	ethics; explore how they relate to the business environment Application of the principles and skills of professional, responsible, ethical and effective business practice The definitions of and differences between professionalism and ethics The theories and principles of professionalism and ethics; explore how they relate to the business environment The difference between good and bad decisions The principles and skills of professional, responsible, ethical and effective business practice The concept of ethics and different perspectives on ethics, as well as ethical business ventures	 Define ethical and professional behaviour Differentiate/Distinguish/Tabulate the differences between professionalism and ethics Outline/Mention/Explain the principles of professionalism and ethics Briefly explain the following theories of ethics that are applicable to the workplace: Consequential theory The common good approach The rights approach Differentiate/Distinguish between good and bad decisions and give practical example of each. Suggest/Recommend ways in which professional, responsible, ethical and effective business practice should be conducted, e.g. payment of fair wages, providing quality goods and services, not starting a business venture at someone else's expense, etc. Explain/Discuss the advantages/benefits of ethical business ventures. Give examples of ethical business practices Evaluate a code of ethics for any business and make recommendations for improvements. Discuss different perspectives on ethics 	

Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type auestions. Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels. Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand how businesses undertake CSI projects and the impact of CSI projects on businesses and communities. Make notes using different resources and textbooks. 2.4 2. 2.4 2.4 Citizenship role **BUSINESS** The citizenship roles and responsibilities that business Learners should be able to: 3 practitioners need to perform within a business **ROLES** and • Explain/Discuss reasons why businesses have to responsibilities environment become involved in social programmes e.g.: Comply with BBBEE Lack of qualified workers • The role of citizens and how they can, through business, contribute to the social and economic HIV/AIDS etc. development of their communities Define the term citizenship. Case scenarios of how individuals have given • Outline the rights and responsibilities of citizens e.g. back to their communities right to education, safety, own property etc. • Outline the roles of citizens and explain how The concept of business community and how the businesses can contribute to the social and economic individual can play a role within this community (e.g. development of their communities. HIV/Aids counsellor, contribute time and effort • Identify initiatives taken by businesses to address towards identified cause, etc.) social and economic development from given scenarios/case studies etc. The role that business, civil society, non-• Recommend other roles businesses can play in governmental organisations and community based contributing to social and economic development of organisations (NGOs and CBOs) and individual communities. business practitioners can play in the social and Suggest/Recommend roles that the following economic development of communities individuals and institutions can play in the social and economic development of communities: Individual business practitioners

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		Examination Guidelines		
			 Civil society Non-governmental organisations Community based individuals Visit any of the above mentioned individuals/Institutions and interview the owner on the following aspects: Determine the extent the above mentioned individuals and institutions have contributed to social and economic developments of communities. Make recommendations for improvement 	
			Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions.	
			Types of questions: Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.	
			Additional resources: Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to understand Make notes using different resources and textbooks.	
2. BUSINESS ROLES	2.5 Team dynamics and conflict management	 Description of team dynamics theories; use them to analyse specific business-based case studies Stages of team development/building a team: Forming stage/getting to know each other Storming stage/true character starts to show/first round conflict Norming stage/settling and reconciliation Performing stage/working as a team towards the goal Team dynamics theories Belbin role theory (action-oriented role, people-oriented role, cerebral role) Insights based on Jungian theory MTR-I approach Margerison-McCann profiles 	2.5 Learners should be able to: TEAM WORK Briefly explain/discuss the importance of team work Outline/Mention/Name/Explain the stages of team development, e.g.: Forming Storming Norming Performing Identify the stages of team development from given scenarios/statements/case studies. TEAM DYNAMICS THEORIES Briefly explain/discuss the reasons why businesses use team dynamic theories.	4

Group consensus

Conflict management

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- Definition of conflict
- Causes of conflict in the business
- Definition of conflict management
- Conflict management theories apply these to both individual and group scenarios (include workplace forums, strikes, trade unions, etc.)
- Conflict management skills to resolve differences in business situations (including workplace forums)
- The function of workplace forums (refer to trade unions)

- Describe/Explain/Discuss the following team dynamic theories:
 - Belbin role theory
 - o Insight based on Jungian theory
 - o MTR-I approach
 - o Margerison-McCann profiles
 - Group consensus
- Identify the above mentioned theories from given scenarios/statements.
- Compare the nature of the above mentioned theories.

CONFLICT MANAGEMENT

- Define the term conflict
- Identify and discuss causes of conflict from given scenarios/case studies.
- Discuss the following conflict management theories:
 - Traditional theory
 - Contemporary theory
- Select one of the above mentioned conflict management theory and justify the reason why businesses should use this theory to solve business problems.
- Outline/Mention/Explain/Discuss the function of workplace forums.
- Explain the differences between trade unions and workplace forums.

Knowledge of this topic should enable a learner to answer in short paragraphs/longer and essay type questions.

Types of questions:

Questions based on case studies/scenarios should include direct/indirect short and essay questions, covering all three cognitive levels.

Additional resources

Teachers and learners must use recent business news from the media (newspapers/radio/TV/magazines) to stay informed about the various (and latest) methods that businesses apply to resolve conflict in the workplace, as well as the advantages of team work.

Make notes using different resources and textbooks.

Note:

The 'Term'-column indicates the term in which a topic is to be covered as per the CAPS document.

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The main topics are numbered from 1 to 4, e.g.

Business Environment (1), Business Ventures (2), Business Roles (3) and Business Operations (4) to simplify the layout of the document.

GUIDELINES FOR ANSWERING THE BUSINESS STUDIES QUESTION PAPER

Planning and organisation is extremely important. A well-planned work schedule/study timetable will ensure the completion of the curriculum which will adequately prepare learners for the end-of-the-year examination.

Preparation for quality responses

- Use the above-mentioned resource materials to prepare learners for answering different TYPES of questions.
- Remember that each TOPIC can be tested with objective, short, paragraph or essay type questions.
- An essay question may include a combination of topics and subtopics.
- Take careful note of the ACTION WORDS/VERBS used in the question, e.g.:
 - List/Name/State means learners should provide direct answers without discussion.
 - Discuss/Evaluate/Explain/Describe/Justify (or other higher cognitive verbs) means learners must give more information on the fact(s) they have listed/named/stated. Give reasons, examples etc. to substantiate the answer.
- Familiarise learners with the *Notes to Markers* included in NSC question paper memoranda. Refer particularly to the NSC Notes to Markers (November 2018 and later), as there were some adjustments regarding the mark allocation in SECTION B (with questions containing case studies) and SECTION C (synthesis).
- When analysing topics and subtopics, study the last column (a guide to core content).
- The mark allocation will determine the length and time to be spent on the question.
- Learners will be penalised if the numbering of questions is incorrect. This is applicable to all the sections of the paper.
- Learners must keep abreast of current developments in legislation and the industry to be able to provide recent examples in order to obtain marks for originality in essay questions. Originality should not be seen as a separate section in an essay type question, but rather as an example that will either strengthen a point made, or enhance the discussion of the topic of the essay.

TYPES OF QUESTIONS

SECTION A

Multiple-choice, matching, choosing the correct concept/terminology, etc. (objective questions):

These types of questions require learners to have a thorough knowledge of the subject and they have to exercise logic and good insight.

The recommended approach to multiple-choice questions is to read and analyse the statement carefully. Thereafter, study the alternatives carefully and eliminate the incorrect options. Review the remaining possible answers and choose the correct one.

SECTION B

Paragraph style, case studies and source-based questions – shorter type questions:

- Learners must read and understand the information presented.
- Questions can be direct or indirect. These include source-based questions and case studies.
- Learners must possess a broader/deeper understanding of the broad topics and sub- topics to be able to substantiate, motivate, give reasons, justify, evaluate, etc.
- Learners will be required to provide their opinion, solve problems and make recommendations related to the question.
- Questions range from easy to difficult in terms of cognitive levels and levels/degrees of difficulty. (TAKE NOTE of the revised Bloom's taxonomy.)

SECTION C

Longer/Essay type of questions

Learners must be able to organise information on a topic systematically and logically to be able to evaluate/analyse/motivate/suggest/recommend and elaborate on topics extracted from given case studies, scenarios etc. Learners must enhance or support their answers/viewpoints with recent examples to obtain marks for originality.

Learners must be familiar with words, such as 'challenges' and 'areas of concern', so that they are able to identify challenges in the case studies and to make recommendations. It is imperative that learners do not associate the word 'challenges' only with business environments or 'areas' only with geographical regions.

ESSAY-TYPE QUESTIONS CONSIST OF:

1. Introduction (2 x 1) (2)

- Core Content Body (headings, subheadings, paragraphs). FULL SENTENCES must be used, but they may be bulleted, where applicable.
 maximum including the introduction and body.
- 3. Conclusion (Learners give their opinion in response to the question/statement)

(1 x 2) (2)

The mark allocation for an essay-type of question is generally as follows:

CONTENT			MARKS
Facts			32
Layout			2
Analysis			2
	Factual marks	Synthesis marks	
Synthesis	No	0	2
(marks to be allocated based on the	Some	1	
guide shown here)	Only relevant facts	2	
	were given in the essay		
Originality			2
		Total Marks	40

Mark allocation for ANALYSIS

All headings addressed: 1 (One 'A') Interpretation (16 to 32 marks): 1 (One 'A')

Mark allocation for SYNTHESIS:

- 1. Indicate TWO '-S' ('minus S') marks, if no relevant facts were given. NO synthesis marks will be awarded.
- 2. Indicate ONE '-S' if some irrelevant facts were given. ONE (1) synthesis mark will be awarded.
- 3. Indicate NO '-S', if ONLY relevant facts were given. Award TWO (2) marks for synthesis.

NOTE

Higher-order questions can be drawn from the contents prescribed in the CAPS document. This can take the form of application-type questions, e.g. correlation with practice, justification with reasoning, make predictions, suggest improvements, compile reports, provide recommendations, deduce, establish, evaluate, apply, etc. Note the action verbs that are used in the Examination Guidelines and CAPS document.

4. CONCLUSION

This Examination Guidelines document is meant to articulate the assessment aspirations espoused in the CAPS document. It is therefore not a substitute for the CAPS document which teachers should teach to.

Qualitative curriculum coverage as enunciated in the CAPS cannot be over-emphasised.