Teacher Answer Key

Case Study

1. The Pula Fund saved and invested diamond revenues to stabilize the economy and fund future public spending.

2. Botswana expanded tourism and beef exports, reducing reliance on diamonds and promoting sustainable growth.

Multiple Choice

1. B

2. C

3. D

Matching

1-C, 2-A, 3-D, 4-E, 5-B

Fill-in-the-Blank

1) Minerals, 2) Solar, 3) Desalination

Short Answer (Sample Responses)

Q1: Advantage: high export revenue; Disadvantage: price volatility and potential governance issues.

Q2: Transparent governance ensures fair revenue distribution, reduces corruption, and funds public services.

Q3: Diversification mitigates risks from commodity price swings and creates new employment opportunities.