NATIONAL OPEN UNIVERSITY OF NIGERIA FACULTY OF AGRICULTURAL SCIENCES EXAMINATION

2025_2 EXAMINATIONS

Programme: Agricultural Extension and Management
Course Title: Principles of Farm Management
Course Code: AEC308
Credit Unit: 2
Total Score: 70Marks
Time Allowed: 2Hours

INSTRUCTION:
Answer question one (1) Compulsory (30marks) and any other 2 questions (20marks each).

1a. Define the following terms:
  i. Farm Assets
  ii. Liabilities in farm business
  iii. Current Capital Ratio (CCR)
  iv. Net worth or Net capital
  v. Net farm income (15marks)

b. Why do you think that increasing capital resources is the ultimate goal of any Farm Manager? Discuss five reasons. (15marks)

2a. i. Expatiate on Limited Liability Company (7marks)
  ii. Mention the two (2) types of Limited Liability Companies. (3marks)

b. Explain any four (4) advantages of Limited Liability Company (10marks)

3a. Who is a farm manager? (2.5marks)

b. Explain the role of farm manager in the following areas of decision making:
a. Forecasting (3.5marks) b. Planning (3.5marks) c. Organizing (3.5marks) d. Coordinating (3.5marks) e. Directing (3.5marks) (17.5marks)

4. Explain any five (5) different types of risk that affect farm management (20marks)