NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF AGRICULTURAL SCIENCES
DEPARTMENT OF AGRICULTURAL ECONOMICS AND EXTENSION
2025_2 EXAMINATIONS

Programme: Agricultural Economics and Agribusiness
Course Code: AEM450
Course Title: Agricultural Finance and Marketing
Credit Unit: 3
Total Score: 70 Marks
Time Allowed: 3 Hours
Instruction: Answer question ONE (1) and other any THREE (3) Questions

1a Evaluate the significance of agricultural marketing in agricultural business **(5marks)**
b. Justify the meaning of agricultural finance **(8marks)**
c. Provide an explanation to the meaning of the term financial intermediaries **(8marks)**
d. Identify **two (2)** exchange functions of marketing that you know **(4marks)**

2.Write short notes on the following types of market structure
a. Perfect competition **(5marks)**
b. Monopoly **(5marks)**
c. Monopolistic competition **(3marks)**
d. Oligopoly **(2marks)**

3a. List the basic principles of farm accounting **(5marks)**
b. Establish the relationship between production and consumption types of credits **(5marks)**
c. Explain what you understand by Reserve Repayment Plan or Future Payments **(5marks)**

4. Write short notes on the following
a. The payback period **(6marks)**
b. Present value method and **(4.5marks)**
c. Internal rate of return **(4.5marks)**

5a. Enumerate the importance of farm credit **(10marks)**.
b. Suggest the essential conditions that are necessary for credit to facilitate agricultural development **(5marks)**