



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**FACULTY OF AGRICULTURAL SCIENCES EXAMINATION 2021\_1<sup>1234</sup>**

**Programme: Agricultural Extension and Management**

**Course Title: Principles of Farm Management**

**Course Code: AEA 308**

**Credit Unit: 2**

**Total Score: 70Marks**

**Time Allowed: 2Hours**

**INSTRUCTION: Answer any 3 questions.**

- 1a. Elaborate on land as a factor of production. (5marks)
- b. Explain the two major steps usually taken to maintain the productivity of land (6marks)
  - c. i. Explain the term “Land Cost” (6marks)
  - ii. State six factors affecting the productivity of land (6marks)
- 2a. Explain the following terms: (i). Farm record and (ii). Farms accounts (10marks)
- b. State five (5) advantages of keeping farm records and accounts (5marks).
- c. List the four major types of farm records and accounts and explain any two (8marks).
- 3a. Define the following terms:
  - i. Farm valuation
  - ii. Depreciation
  - iii. Salvage value
  - iv. Appreciation
  - v. Depreciation charges (9marks)
- b. An asset costs ₦10, 000 and the rate of depreciation is 10 percent per annum and the asset is expected to last for five years. Calculate the annual depreciation charges.(15marks).
- 4a. Define the following terms:
  - (i) Farm Management (2marks)
  - (ii) Enterprises (2marks)
  - (iii) Business (2marks)
- b. Highlight the 10 function of a farm manager and explain any six (6) (18marks)