



NATIONAL OPEN UNIVERSITY OF NIGERIA
Faculty of Agricultural Sciences
Dept. of Agricultural Economics and Extension
2020_2 Examination

Course Title: FARM RECORDS AND ACCOUNTING

Course Code: AEC306

Credit Unit: 2 Units

Total Score: 70 Marks

Time Allowed: 2 ½ hrs

Instruction: Answer Question one and three other questions

- 1.a. Who is a Book keeper? (3marks)
- b. What are the functions of a book keeper? (6marks)
- c. Explain the problems of the single entry system of book keeping? (7½ marks)
- d. What is Farm Assets Valuation? (2½ marks)
- e. Discuss three methods of valuation (6marks)
- 2a. Explain the Two common bookkeeping systems used by businesses and other organizations (8marks)
- b. Compare the hand system and the computer system as methods of developing and keeping farm records (7marks)
- 3a. Define the term Income Statement? (5marks)
- b. Distinguish between Gross Income and Net Income (5marks)
- c. What is Current Ratio? (5marks)
- 4a. What is a Ledger? (5marks)
- b. What are the objectives of double entry system? (10marks)
- 5a. What is Depreciation? (5marks)
- b. Explain five limitations in the use of Trial balance

- 6a. What are the various tools for the analysis of Farm records (5marks)
- b. Explain the use of Balance sheet as a tool (10marks)