



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
FACULTY OF AGRICULTURAL SCIENCES EXAMINATION  
2023\_1 POP EXAMINATION.**

**Programme: Agricultural Extension and Management**

**Course Title: Principles of Farm Management**

**Course Code: AEA308**

**Credit Unit: 2**

**Total Score: 70Marks**

**Time Allowed: 2Hours**

**INSTRUCTION: Answer any other three (3) questions**

1a. i. Expatriate on Limited Liability Company (7marks)

ii. Mention the two (2) types of Limited Liability Companies. (2marks)

b. Explain six (6) advantages of Limited Liability Company (15marks)

2a. Who is a farm manager? (3marks)

b. Explain the role of farm manager in the following areas of decision making:

a. Forecasting (4marks) b. Planning (4marks) c. Organizing (4marks) d. Coordinating (4marks)

e. Directing(4marks) (Total = 23marks)

3a. 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 (2 marks each)

b. i. Highlight the four major types of farm records and accounts you know. (4marks)

ii. Explain the general principles guiding the keeping of farm records and accounts. (9marks)

4a. i. Define Capital (3marks)

ii. State at least five (5) sources of capital you know. (5marks)

b. Why do you think that increasing capital resources is the ultimate goal of any Farm Manager?

Discuss five reasons. (15marks)