

# NATIONAL SENIOR CERTIFICATE

**GRADE 12** 

# AGRICULTURAL MANAGEMENT PRACTICES

**FEBRUARY/MARCH 2011** 

**MEMORANDUM** 

**MARKS: 200** 

This memorandum consists of 12 pages.

### **SECTION A**

### **QUESTION 1.1**

1.1.1	Α	В	С	X√✓
1.1.2	X✓✓	В	С	D
1.1.3	Α	В	X√✓	D
1.1.4	Α	В	С	X√✓
1.1.5	X✓✓	В	С	D
1.1.6	Α	В	С	X√✓
1.1.7	Α	В	X✓✓	D
1.1.8	Α	X✓✓	С	D
1.1.9	Α	В	X✓✓	D
1.1.10	XVV	В	С	D

(10 x 2) (20)

# **QUESTION 1.2**

1.2.1	E√√
1.2.2	G√✓
1.2.3	H√✓
1.2.4	A√√
1.2.5	<b> </b> √√
1.2.6	F√✓
1.2.7	K√✓
1.2.8	B√√
1.2.9	D√√
1.2.10	C √√

 $(10 \times 2)(20)$ 

### **QUESTION 1.3**

- 1.3.1 Crumb structure√
- 1.3.2 Extensive farming√
- 1.3.3 Entrepreneur√
- 1.3.4 Health records ✓
- 1.3.5 Capital ✓
- 1.3.6 Turnover√
- 1.3.7 Balance sheet√
- 1.3.8 Cash slip/receipt√
- 1.3.9 Marketing√
- 1.3.10 Agri SA/NAFU/Transvaal Landbou-unie SA√

 $(10 \times 1) (10)$ 

TOTAL SECTION A: 50

#### **SECTION B**

#### **QUESTION 2: ANIMAL AND CROP PRODUCTION**

#### 2.1 THREE types of farming methods

- A = Commercial farming√
- B = Precision farming√
- C = Subsistence farming√

#### (3)

# 2.2 2.2.1 The aims of irrigation scheduling

- Determining when to irrigate.√
- And how much water to apply.√

# (2)

### 2.2.2 THREE inputs for irrigation program

- Soil depth√
- Soil structure√
- Soil form√
- Organic-material content√
- Soil barriers√
- Soil texture√
- Type of crop√
- Cultivar √
- Environmental factors (temperature, rainfall, evaporation, evapo-transpiration, humidity, wind)√ (Any 3) (3)

#### 2.2.3 Instrument to determine soil moisture

- Potentiometer/Tensiometer√
- Neutron moisture meter√
- Evaporation pan√
- Carbon carbide bomb√

# (Any 1) (1)

# 2.3 2.3.1 Ways to increase the productivity of labour

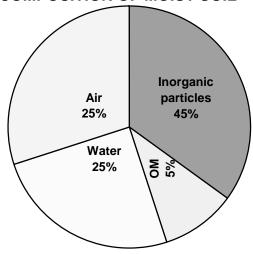
- Economic planning of the farm activity√
- Physical planning of the farm activity√
- Planning of the production process√
- Daily planning√
- Supervision/Shared supervision√
- Efficient mechanisation√
- Adequate living condition√
- Training/skills development√
- Better working conditions ✓
- Giving more responsibilities ✓
- Making them shareholders/joint ventures√
- Increase their motivation√
- Expose them to recreational facilities√
- Increase their remuneration√ (Any 5)

#### 2.3.2 FOUR problems related to labour as a production factor Scarcity of labourers. ✓ Competition from industries. ✓ Lack of training.√ Poor labour management.√ Union activities. ✓ Literacy levels. ✓ Unskilled labourers. ✓ (Any 4) (4) 2.4 2.4.1 Soil texture (1) Clay soil.√ 2.4.2 Identify FIVE possible restrictions Too high pH for normal/optimum crop production.√ Poor drainage.√ Poor aeration.√ Poor water infiltration.√ Poor tillage/difficult to till. ✓ Very high salt content.✓ Low organic matter.√ Cold especially in winter.✓ (Any 5) (5) 2.4.3 THREE measures to improve the production potential of the Add organic material/plough in organic material.✓ Add acid containing fertilizers.√ Add gypsum.√ Reduce the soil pH. / Over-irrigate√ Till/cultivate the soil.✓ Use special implements to cultivate. (disc plough) ✓ Drainage of soil/drainage system ✓ Plant special crops to recover soil. ✓ (Any 3) (3) 2.5 2.5.1 **Explain biological control** Use the pest enemy√ To inhibit reproduction of pest. ✓ (3) Lower appearance of pests in animals/plants. ✓ 2.5.2 THREE advantages of biological control No pollution.✓ Environmentally friendly. ✓ Reduction in the use of herbicides/pesticides. ✓ Lowering input costs. ✓ Does not disturb the soil. ✓ Does not create large empty areas for invaders. ✓ Permanent/self-sustaining. ✓ (Any 3) (3)

	2.5.3	<ul> <li>A precaution when using biological control</li> <li>Be careful not to introduce new parasite or pest√</li> <li>Avoid possibility of inbreeding to form hybrids. √</li> <li>Study full environmental effect.</li> <li>Do not use chemical control/restricted chemical control √ (Any 1)</li> </ul>	(1)
	2.6.1	<ul> <li>THREE criteria for dividing of pastures into camps</li> <li>The botanical composition of the grazing/uniformity of the grazing ✓</li> <li>The grazing capacity of the area ✓</li> <li>Damaged grazing area/eroded area ✓</li> <li>The size of the farm ✓</li> <li>The type of farm animal ✓</li> <li>The type of terrain/slope/topography ✓</li> <li>The number of animals on the farm ✓</li> <li>(Any 3)</li> </ul>	(3)
	2.6.2	<ul> <li>Describe the position of such a contour</li> <li>Follow the contour lines of the slope area/perpendicular to the slope direction. ✓</li> </ul>	(1)
2.7	2.7.1	The process to determine the potential of soil  ■ Soil surveying ✓	(1)
	2.7.2	Identify a section utilised for types of farming and give a reason	
		<ul> <li>(a) A ✓ – mostly/dominantly low-potential land ✓</li> <li>(b) B ✓ – mostly/dominantly high-potential land ✓</li> </ul>	(2) (2)
	2.7.3	Indicate the computer program or system GIS system (Geographical information system)/satellite programs/soil-surveying program ✓	(1)

### 2.8 2.8.1





OM = Organic matter

- Heading of the chart√
- Correct structure√
- Correct % distribution√
- Correct labelling√

(4)

# 2.8.2 Choose option

Perennial/Permanent crop <

Good water – air ratio/high organic matter content ✓

OR

Annual crop production ✓

Good water – air ratio/high organic matter content ✓

(2) **[50]** 

(Any 4)

(4)

# QUESTION 3: RECORDING, FINANCIAL STATEMENTS AND ENTREPRENEURSHIP

### 3.1 3.1.1 FOUR alternative methods of payment

- Cash√
- Debit card√
- Credit card√
- Postal orders√
- Electronic transfers√
- Direct deposits√
- Battering√

#### 3.1.2 Data that should be reflected on source documents

- Amount √
- Date ✓
- Description of article/purchase √
- Company ✓
- Payment method √ (Any 4)

# 3.2 SIX reasons for keeping farm records

- Evidence for the receiver of revenue.√
- To assist in financial management decisions.√
- To control labour.√
- To assist in resource management decisions.√
- To assist in physical farm management decisions.√
- Provide as collateral for a loan at a bank. ✓
- Determine the value of the assets. ✓
- Physical planning of the farm. ✓
- Monitor progress in the enterprise. ✓ (Any 6)

3.3 Tabulate elements of a budget

ELEMENT OF BUDGET	DESCRIPTION	EXAMPLE	
Resources	Available resources that will be used for the farming enterprise ✓	Land, capital, water, labour, vegetation. ✓ (Any 1)	
Inputs	All the expenditures of the farming enterprise ✓	Labour, mechanisation, material, biological inputs, financial inputs. (Any 1)	
Parameters	All the unknowns of the production process ✓	Prices, application of inputs, yields, time of inputs or outputs. ✓ (Any 1)	(6

(8)

# 3.4 3.4.1 The meaning of cash flow

- The movement of funds through the business during a specific period√
- And is represented by receipts and payments. √

### 3.4.2 The factors for negative cash flow

- Unforeseen expenses/accidents ✓
- Lower production ✓
- Lower market prices than anticipated ✓
- Natural disaster/Drought on farm √
- Non-payments√ (Any 2)

#### 3.5 3.5.1 Example of a fixed asset

- Land ✓
- Buildings √
- Fence √
- Borehole ✓ (Any 1) (1)

#### 3.5.2 The main aim

To determine the financial health/standing of the business.√√

#### 3.5.3 **Define the net worth**

• Total farm assets **minus** total farm liabilities.√√ (2)

#### 3.5.4 Calculation of the net worth

• R793  $000\sqrt{-R620000}\sqrt{=R173000}\sqrt{(3)}$ 

#### 3.5.5 Current assets

- Assets that are used within a single production year/season and are used for trade expenses. ✓
- Fertilizers, seeds, etc. ✓ (2)

#### 3.6 **Income expenditure Statement**

DATE	INCOME	VALUE (R)	DATE	EXPENDITURE	VALUE (R)
28/12/09	sale of	38 600√		Production	87 000√
	produce				
10/02/10	sale of	69 450√		Marketing	2 500√
	produce				
10/05/10	sale of	61 500√			
	produce				
TOTAL		169 550 ✓	TOTAL		89 500 ✓
GROSS PROFIT = R169 550 − R89 500 = R80 050√					

(3)

# 3.7 THREE characteristics of an entrepreneur

- Starting business on his own ✓
- Visionary/Creative ✓
- Successful ✓
- Able to recognise a business opportunity ✓
- Good management skills √
- Investigative ✓ (Any 3)

#### 3.8 3.8.1 Contact details

- Name of responsible person/farm √
- Address of the farm (postal/fax/e-mail/street) √
- Contact numbers ✓ (Any 2)

# 3.8.2 **Type of enterprise**

- Sole ownership√
- Shared ownership/partners/cooperative ✓ (Any 1) (1)

# 3.8.3 Financial plan

- Income √
- Expenditure √
- Profit ✓
- Description of items ✓ (Any 2) (2)
   [50]

# QUESTION 4: HARVESTING, VALUE-ADDING, MARKETING, AGRITOURISM AND INDUSTRY

#### 4.1 FIVE reasons for the packaging

- Protection against microbiological contamination, dirt, insects, light, moisture, migration of odour, colours, etc.√
- Facilitates handling of the food.√
- Conveys information.√
- Identifies the product.√
- Advertising. ✓ (5)

# 4.2 4.2.1 TWO negative effects of a high temperature on a stored product

- Encourages grain to rot √
- Some products may start to germinate/moulding may occur ✓
- Breeding of some pests e.g. grain weevil√
- Deterioration in quality/shelf life/nutritional value ✓ (Any 2) (2)

### 4.2.2 **Explain the main reason**

- Market price of the product will be higher at certain times of the year/market the product during periods of high demand √
- Higher income/profit √

# 4.2.3 Example of a huge storage facility

- Silo √
- Fruit shed √
- Meat freezers ✓
- Wool shed ✓ etc. (Any 1) (1)

#### 4.3 **Comparison**

FEATURES	LABOUR INTENSIVE METHODS	MECHANISED OR HIGH- TECH METHODS
Time spent on task	Long√	Short√
Initial cost	Low√	High√
Running costs	Low√	High√
Quality of harvested produce	High√	Low√
Volume/quantity of product harvested	Low√	High√

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(10)

(4)

#### 4.4 TWO main advantages of processing 4.4.1 Increase the value of the product/add economic value to the product√ Longer shelf live/preservation√ More marketable/consumer friendly√ Cost effective to transport√ (2) (Any 2) 4.4.2 TWO possible facilities or pieces of equipment when drying a fresh agricultural product Dryer ✓ Heater ✓ Blower ✓ (2) Large area for light and air-drying ✓ (Any 2) 4.4.3 Possible way to preserve a processed agricultural product Cooling/freezing√ Preservatives ✓ Vacuum packaging ✓ Type of packaging/container√ (Any 1) 4.5 THREE main advantages of producer organisation Advertising of the product√ Promotion of the product√ • Serve the interests of the producer/industry√ Technical support for the farmer√ Research on the product√ World-wide trends in the industry√ (Any 3) (3)4.6 4.6.1 Short report Biggest challenge = waste ✓ Solution = generate electricity from waste ✓ Benefit to the farm of this solution = saving on electricity bill/ (3) Less waste to get rid off ✓ 4.6.2 Deduce the effect on the carbon footprint Lower carbon footprint ✓ (1) 4.7 4.7.1 Schematic representation of a market chain Farmer/producer $\checkmark$ $\rightarrow$ any TWO applicable channels $\checkmark$ $\checkmark$ $\rightarrow$

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consumer √

4.7.2	ONE example of formal and informal marketing channels  • Formal  • Retailers ✓  • Cooperatives ✓  • Fresh produce markets ✓  • Export markets ✓  • Land 1)  • Informal  • Vendors/hawkers ✓  • Farm stalls ✓	
	<ul><li>Spaza shops √</li><li>Flea markets √</li><li>(Any 1)</li></ul>	(2)
4.8.1	Identify the possible motivation	
	<ul> <li>(a) A/D ✓</li> <li>(b) B ✓</li> <li>(c) C ✓</li> </ul>	(1) (1) (1)
4.8.2	TWO basic facilities and infrastructure to start business on a farm  • Sanitation ✓  • Recreation/accommodation/restaurant/tearoom  • Road/electricity/television/satellite TV ✓  • Water ✓ (Any 2)	(2)
4.9.1	Identify the types of marketing curves	
	A – Demand curve√ B – Supply curve√	(2)
4.9.2	<b>Deduce from the graph</b> R15,00 ✓✓ <b>OR</b> (R14 – R16) ✓✓	(2)
4.9.3	Name and explain the market state  Market equilibrium/price of product.  The point where market demand is equal to market supply/  Point where the demand and supply curves meet.  ✓✓	(3) <b>[50]</b>
	TOTAL SECTION B:	150

TOTAL SECTION B: 150 GRAND TOTAL: 200