



NATIONAL OPEN UNIVERSITY OF NIGERIA
University Village, Nnamdi Azikwe Express Way, Jabi, Abuja
Faculty of Agricultural Sciences

First Semester Examination: 2017.

Programme: Agricultural Extension and Management

Course Code: AEC 306

Course Title: Farm Records and Accounting

Credit Unit:

2

Time Allowed: 2

Hours

Total Score: 100 Marks

Instruction: Answer any four (4) Questions

1. Explain the meaning and scope of farm records **(25marks)**.
2. List and explain the uses of the various commercial software program available to keep computerized farm records **(25marks)**.
3. Explain the meaning and scope of Book keeping6a **(25marks)**.
4. a. What is a Bad Debt and what are the circumstances leading to it **(4marks)**.
b. The accounting year of Ajewole and Sons Enterprises runs from January to December every year. During the three years ended 31st December 2004, 2005 and 2006, the following debt were found to be irrecoverable and were subsequently written off to bad debt account on the stated dates below:

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28th February 2004 T.Taiwo	10,000
31st May, 2004 K. Kehinde	25,000
30th November, 2004 I. Idowu	15,000
31st January, 2005 A. Alaba	30,000
31st July, 2005 O.Ojo	5,000
31st August, 2006 Y.Yemisi	8,000
1st December, 2006 K. Kokumo	9,000

On 31st December, 2004, 2005 and 2006, the outstanding figure for total debtors from sales ledger account was ₦600,000, ₦800,000 and ₦500,000 respectively. It is the company's policy to make 5% provision for doubtful debts at the end of the years.

You are required to prepare for the years 2004 to 2006.

- Bad debt accounts with provision inclusive
 - Profit and loss account (extracts) **(21marks)**.
5. a. Discuss the measures of profitability **(15marks)**.
b. A machine cost 100,000 and the rates of Depreciation for its use is 20% per annum. Calculate the Depreciation charge on the machine for 4years using the reducing balance method **(10marks)**.
 6. a. Explain the term Ledger and state the objectives of double entry system **(15marks)**.

- b. Outline the necessary steps required to prepare the profit and Loss Account and a balance sheet from single entry book-keeping **(10marks)**.