



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF AGRICULTURAL SCIENCES
SECOND SEMESTER EXAMINATION
JANUARY/FEBRUARY, 2018**

Programme: Agricultural Extension and Management

Course Title: Principles of Farm Management

Course Code: AEC308

Credit Unit: 2

Total Score: 70Marks

Time Allowed: 2Hours

INSTRUCTION:

Question one (1) is Compulsory. (25marks) and any other 3 questions (15marks each).

1a Differentiate between agricultural economics and Farm Management. **4mks**

b. (i) Briefly explain the scope of Farm management. **5mks**

(ii) Explain why you think farm management is a science **6mks**

c. List ten (10) Problems facing Farm Management **10mks**

d. Explain why you think farm management is a science

2 a. There are many features of agricultural production which make farm management operations very difficult unlike industrial enterprises. List and explain five of such features. **10mks**

b. The success of any farm manager depends on the type of decision s/he makes. List five types of farm management decisions that can help the manager to be successful **5mks**

3 a. What is the meaning of Labour. **5mks**

b. Name five factors affecting supply of Labour **5mks**

c. Enumerate the Characteristics of Labour **5mks**

4 a. Explain what you mean by Single Proprietorship **5mks**

b. What are the advantages of Sole – Proprietorship? **10mks**

5. Write briefly on the following: **3mks each**

(i) The Law of Diminishing returns

(ii) The Principles of Substitution

(iii) Costs

(iv) Opportunity cost

(v) Diversification and Specialisation

6. Discuss in detail the two major classes of costs and benefits of agricultural

projects. **15mks**