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UNIVERSITY OF SWAZILAND

SUPPLEMENTARY EXAMINATION PAPER

PROGRAMME: BACHELOR OF SCIENCE IN
AGRICULTURE YEAR IV

AGRICULTURE (CP, HORT, APH, AND LWM
OPTIONS) YEAR IV

COURSE CODE: AEM 410

TITLE OF PAPER: FARM BUSINESS II

TIME ALLOWED: TWO AND A HALF (2½) HOURS

INSTRUCTION: 1. ANSWER ALL FOUR (4) QUESTIONS
2. ALL QUESTIONS CARRY EQUAL MARKS

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GRANTED BY THE CHIEF INVIGILATOR**

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QUESTION ONE

Discuss the sources of capital and the factors that affect an individual's credit worthiness? (25 Marks)

QUESTION TWO

Three different types of budgets used in farm planning were discussed in class. Using examples discuss two operating budgets and how they are different from each other as well as when are they used (25 Marks)

QUESTION THREE

Differential between a balance sheet, income statement and a cash flow. Discuss what each of the is used for in farm business (25 Marks)

QUESTION FOUR

Identify the major components of an agribusiness plan and briefly discuss the importance of a business plan in farm business management. (25 Marks)