

2<sup>nd</sup> SEM 2015/2016

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UNIVERSITY OF SWAZILAND

SUPPLEMENTARY EXAMINATION PAPER

PROGRAMME: BSc. In Agricultural Economics and Agribusiness Management year III

COURSE CODE: AEM 308

TITLE OF PAPER: AGRICULTURAL FINANCE

TIME ALLOWED: 2:00 HOURS

INSTRUCTION: 1. ANSWER ALL QUESTIONS  
2. EACH QUESTION CARRIES TWENTY FIVE (25) MARKS

DO NOT OPEN THIS QUESTION PAPER UNTIL PERMISSION HAS BEEN GRANTED BY  
THE CHIEF INVIGILATOR

**Question 1**

Discuss the five Cs of credit used to test the farmer's economic feasibility to repay a loan for a proposed agribusiness investment. **25 MARKS**

**Question 2**

Discuss in details the procedure of processing a loan application for a farmer who intends getting a loan from a bank. **25 MARKS**

**Question 3**

Discuss in details the repayment plans that differentiate a seasonal/working capital loans from term loans i.e. medium or long-term loans. **25 MARKS**

**Question 4**

What lessons can Swaziland learn from India with regard to transforming the rural economy from subsistence production to commercial farming through easing access to finance? Discuss. **25 MARKS**