

**NATIONAL OPEN UNIVERSITY OF NIGERIA**

**FACULTY OF AGRICULTURAL SCIENCES**

**SECOND SEMESTER 2018 EXAMINATION**

**Programme: Agricultural Extension and Management**

**Course Code: AEA 302**

**Course Title: Agricultural Finance**

**Credit Unit: 3**

**Total Score: 70 Marks**

**Time Allowed: 3 Hours**

**Instruction: Answer question one (1) and any other four (4) Questions**

1. Discuss fully the nature of Agricultural Finance **(30marks).**
2. Musa is your friend and a final year student of Faculty of Arts, he wants to know what Financial Intermediaries is. Explain to him the meaning and significance of financial intermediaries in agricultural production **(10marks).**
3. Write short note on the following
4. Short term credit **(2marks)**
5. Intermediate-term credit**(2marks)**
6. Long-term credit (real estate credit) **(6marks)**
7. List the five types of farm records and discuss Inventory records **(10marks)**
8. Analyze the advantages and disadvantages the purpose classification of credit **(10marks).**
9. Outline the importance of Economic Principles to Farm Financial Management **(10marks)**

7. Briefly explain the following

a. Production Possibility Curve **(4marks)**

b. Competitive Enterprises **(2marks)**

c. Optimal Enterprise Combination **(4marks)**