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*(Knowledge for Development)*

**KIBABII UNIVERSITY**  
**UNIVERSITY EXAMINATIONS**  
**2017/2018 ACADEMIC YEAR**

**FOURTH YEAR 2ND SEMESTER**  
**SPECIAL/SUPPLEMENTARY EXAMINATION**

**FOR THE DEGREE OF BACHELOR OF AGRICULTURE AND  
BIOTECHNOLOGY**

**COURSE CODE: SAB 481**

**COURSE TITLE: FARM MANAGEMENT AND ACCOUNTS**

**DATE: 8<sup>TH</sup> OCTOBER 2018**

**TIME: 8 – 10 AM**

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**INSTRUCTIONS TO CANDIDATES**

Answer Question 1 and any other TWO questions.

TIME: 2 Hours

This paper consists of 2 printed pages. Please Turn Over



KIBU observes ZERO tolerance to examination cheating

- Q1a) Explain the term “farm business budget” (4 mks)
- b) Explain any eight importance of farm budgeting. (8 mks)
- c) Describe the procedure for preparing a complete budget. (18 mks)
- Q2 a) Explain the term “land tenure” (4 mks)
- b) Discuss the Customary land tenure System (10 mks)
- c) Explain any SIX challenges which must be addressed in Kenya so as to make land a more available resource. (6 mks)
- Q3 a) Describe the major functions of farm management (5 mks)
- b) Briefly, discuss any five key principles of management (15 mks)
- Q4a) List any Four conditions that would make a farmer choose Small scale market farming over large scale commercial farming (4 mks)
- b) Discuss the advantages and disadvantages of small scale farming (6 mks)
- c) A farm manager in attempt to execute their decision making function is faced with various risks and uncertainties. Briefly, discuss any five mitigation measures the farmer/manager can take to reduce the degree of uncertainty or increase their ability to bear risk. (10 mks)