

EASTERN UNIVERSITY, SRI LANKA
SECOND YEAR FIRST SEMESTER EXAMINATION IN AGRICULTURE- 2011
AEC 2101: APPLIED FARM MANAGEMENT (THEORY)

Time allowed: 01 Hour
Answer All the questions



- 1: a. Explain the general principles in record keeping.

b. List the importance of keeping farm records.

c. "Law of diminishing returns operates soon in an agricultural economy".
Explain this statement with suitable examples.

2. a. Briefly discuss the steps involved in preparing a **Partial Budget** and state how it differs from an **Enterprise Budget**.

b. Briefly explain the steps in **Farm Planning**.

c. What do you understand by the term "**Inventory**" and briefly discuss the importance of taking an inventory?
