

MAHARASHTRA AGRICULTURAL UNIVERSITIES EXAMINATION BOARD,  
SEMESTER END EXAMINATION

B.B.A. (Agri.)

Semester : II (New)	Term : II	Academic Year : 2016-17
Course No. : ECON 123	Title : Farm Business Management	
Credits : 2 (1+1)	Time : 09.00 to 11.00	Total Marks : 40
Day & Date : Saturday, 29.04.2017		

- Note :
1. Solve ANY EIGHT questions from SECTION "A".
  2. All questions from SECTION "B" are compulsory.
  3. All questions carry equal marks.
  4. Draw neat diagrams wherever necessary.

SECTION "A"

- Q.1 Enlist Laws of Returns and explain the Law of Constant Return.
- Q.2 Explain the Law of Diminishing Marginal Returns along with example.
- Q.3 Explain three stages of production.
- Q.4 Write down the principle of combining enterprises.
- Q.5 Explain different Physical Farm Records.
- Q.6 What is farm planning? Write purpose of farm planning.
- Q.7 Define farm budgeting and give advantages of farm budgeting.
- Q.8 Explain types of farm budgeting.
- Q.9 Define depreciation. Explain straight line method of depreciation.
- Q.10 Explain principles of equimarginal returns.

SECTION "B"

Q.11 Define the following terms.

- |                        |                   |
|------------------------|-------------------|
| 1) Marginal Input Cost | 2) Farm inventory |
| 3) Productivity        | 4) Net worth      |

Q.12 State True or False:-

- 1) The opportunity cost is also called alternative cost.
- 2) Partial budgeting means estimating the cost and return and net income of particular enterprises.
- 3) Gross income basis method is used for calculating opportunity cost.
- 4) Physical counting is not important in farm inventory management.

