

NATIONAL SENIOR CERTIFICATE

GRADE 12

AGRICULTURAL MANAGEMENT PRACTICES

NOVEMBER 2021

MARKS: 200

TIME: 3 hours

This question paper consists of 13 pages.

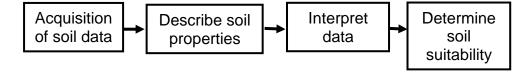
INSTRUCTIONS AND INFORMATION

- 1. This question paper consists of TWO sections.
- 2. Answer ALL the questions in the ANSWER BOOK.
- 3. Read the questions carefully and answer only what has been asked.
- 4. Number the answers correctly according to the numbering system used in this question paper.
- 5. You may use a non-programmable calculator.
- 6. Start EACH question on a NEW page.
- 7. Write neatly and legibly.

SECTION A

QUESTION 1

- 1.1 Various options are provided as possible answers to the following questions. Choose the answer and write only the letter (A–D) next to the question numbers (1.1.1 to 1.1.10) in the ANSWER BOOK, e.g. 1.1.11 D.
 - 1.1.1 The removal of moisture from a product to inhibit the growth of micro-organisms:
 - A Cooling
 - B Heating
 - C Drying
 - D Salting
 - 1.1.2 The amount of money generated by a farming enterprise in one season:
 - A Income
 - B Turn-over
 - C Expenditure
 - D Credit
 - 1.1.3 Equipment needed to accurately record the application of water when using a sprinkler system:
 - A Rain gauge
 - B Tensiometer
 - C Barometer
 - D Evaporation pan
 - 1.1.4 Capital that a farmer borrows and then uses to purchase livestock and machinery:
 - A Movable capital
 - B Medium-term credit
 - C Fixed capital
 - D Long-term credit
 - 1.1.5 The flow diagram below represents the steps when doing a soil ...



- A sampling.
- B survey.
- C analysis.
- D utilisation.

(20)

Choose the demographic factors that identify the target market for an agricultural product:

- (i) Number of consumers
- (ii) Age of the consumers
- (iii) Income level of the consumers
- (iv) Health concerns of the consumers
- A (i), (ii) and (iii)
- B (i), (ii) and (iv)
- C (i), (iii) and (iv)
- D (ii), (iii) and (iv)
- 1.1.7 A pre-requisite of a well-motivated labour force:
 - A Disciplinary actions
 - B Better than adequate working conditions
 - C Extra duties
 - D A time register
- 1.1.8 A labourer that is trained and has experience of a particular task:
 - A New seasonal labourer
 - B Unskilled labourer
 - C Casual labourer in training
 - D Skilled labourer
- 1.1.9 The financial statement that reflects the movement of money in and out of a business during a short period of time:
 - A Cash Flow Statement
 - B Income Statement
 - C Balance Sheet
 - D Trial Balance
- 1.1.10 The replacement of manual labour on farms to eliminate fatigue and poor labour efficiency:
 - A Daily planning
 - B Mechanisation
 - C Supervision
 - D Economic farm planning (10 x 2)

1.2 Choose a description from COLUMN B that matches a term/phrase in COLUMN A. Write only the letter (A–L) next to the question numbers (1.2.1 to 1.2.10) in the ANSWER BOOK, e.g. 1.2.11 M. Use each description in COLUMN B only ONCE.

	COLUMN A		COLUMN B
1.2.1	Market information	Α	deals with the value adding,
			processing and presentation of
1.2.2	Labour contract		agricultural products
1.2.3	Management	В	indicated on the label of a processed
	Managomont		agricultural product
1.2.4	Secondary agricultural		
	enterprise	С	must be adaptable to changing circumstances of living things
1.2.5	Business strategies		circumstances of living timigs
	·	D	has a direct influence on the number
1.2.6	Pricing		of products sold at a specific time
1.2.7	Distribution channel	E	complete list of items that are owed
	Distribution charmer		by the business
1.2.8	Sugar fermentation		
1.2.9	Prerequisite of farm	F	farm account that must be paid at the end of the month
1.2.3	workers		end of the month
		G	primarily the work of the person
1.2.10	Nutritional information		concerned with decisions, planning,
			organising and control
		Н	indicates the volume and price of
			products at different times at the point
			of selling
		lı -	should be considered for a business
		l [•]	to survive in a competitive market
		١.	will be influenced by periobability and
		J	will be influenced by perishability and bulkiness of the product
			zammicos en mo product
		K	a process used for the production of
			wine, beer and to make bread rise
		L	legal agreement that sets out the
		_	duties of the worker

(10 x 2) (20)

- 1.3 Give the CORRECT agricultural term for EACH of the following descriptions. Write only the term next to the question numbers (1.3.1 to 1.3.5) in the ANSWER BOOK, e.g. 1.3.6 Precision farming.
 - 1.3.1 Expanding the number of activities or enterprises to be managed by a farmer to reduce the risk in the farming enterprise
 - 1.3.2 Prevention of soil degradation, soil pollution, soil erosion and loss of soil nutrients
 - 1.3.3 The management aspect whereby a farm manager gives instructions to the workers and listens to work-related problems of the workers
 - 1.3.4 Outstanding debts, loans and accounts contained in the Balance Sheet
 - 1.3.5 The source document needed for recordings on the Cash Flow Statement which indicates the money received (5 x 1) (5)
- 1.4 Change the UNDERLINED WORD to make the statements CORRECT. Write the answer next to the question numbers (1.4.1 to 1.4.5) in the ANSWER BOOK, e.g. 1.4.6 Fixed capital.
 - 1.4.1 A <u>withdrawal</u> slip is completed at a financial institution if a person pays cash into the farm business account.
 - 1.4.2 The <u>label</u> requirements of the packaging material should, amongst others, protect the product, be easy to print on and must be suitable for the specific product.
 - 1.4.3 <u>Manufacturing</u> is the changing of raw food products into new products that are less perishable.
 - 1.4.4 <u>Demand</u> is the number of products that producers send to the market.
 - 1.4.5 <u>Chemicals</u> is a preservation method used in a smoker that alters the taste of the product. (5 x 1)

TOTAL SECTION A: 50

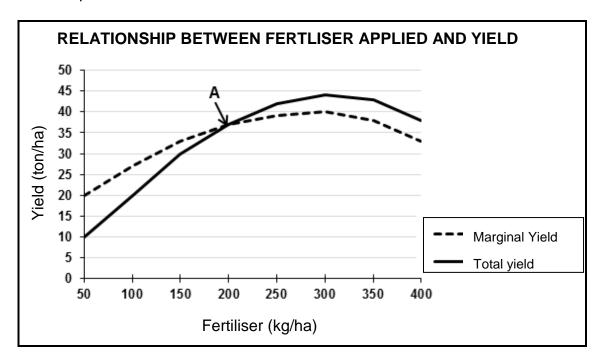
(1)

SECTION B

QUESTION 2: PHYSICAL AND FINANCIAL PLANNING

Start this question on a NEW page.

- 2.1 Water is the single most important substance for any living being.
 - 2.1.1 State the main source of water for a farmer. (1)
 - 2.1.2 Name FOUR factors that determine the effectiveness of rainfall. (4)
- 2.2 A farmer must plan and manage the natural veld to ensure maximum production without the veld deteriorating.
 - 2.2.1 Explain the effect of trampling of the feed available and the carrying capacity of a camp. (4)
 - 2.2.2 Name TWO methods that a farmer can use to overcome the required feed factor for lactating cows during the calving season. (2)
- 2.3 The graph below indicates the relationship between fertiliser applied and yield of a crop.



2.3.1 Give the agricultural term for the relationship shown in the graph above.

2.3.2 Describe the term *marginal yield*. (3)

2.3.3 Explain the implications of point **A** on the graph. (4)

2.4	Dlanning	the utilisation of various yeld types can be done in the following				
2.4	Planning the utilisation of various veld types can be done in the following steps:					
	A Determine the veld condition B Group veld types into units according to the veld condition C Water availability D Determine primary camps E Calculate grazing capacity F Allocate primary camps to the needs of the herd G Plan the fodder flow program					
	steps a	be descriptions in QUESTIONS 2.4.1 to 2.4.4 with the appropriate bove. Write only the letter next to the question numbers 2.4.4). Each step can only be used ONCE.				
	2.4.1	Ensure there is enough food available for each season by planted pastures or spare camps	(1)			
	2.4.2	Make sure that there is a water trough in each camp	(1)			
	2.4.3	Separate lactating and dry cows into different camps	(1)			
	2.4.4	Indicating the types and number of grasses in the different stages of the succession progress of the veld	(1)			
2.5	Capital is created by human endeavour and is productive only when it is used to increase existing wealth.					
	2.5.1	Name and explain TWO main sources of capital for a farming business.	(6)			
	2.5.2	Give THREE problems related to capital as a production factor.	(3)			
2.6		r form, compare a <i>conventional planter</i> with a <i>no-till planter</i> based on ving aspects:				
		st of the planter tivation costs				
		ction required	(6)			
2.7		HREE factors that will influence the drift of spray during the on of a pesticide.	(3)			
2.8	Describe THREE challenges of agritourism in rural areas.					
2.9	Name THREE characteristics of a niche market.					
2.10		HREE aspects that a farmer must consider when acquiring used hand) implements.	(3) [50]			

QUESTION 3: BUSINESS PLANNING, ENTREPRENEURSHIP, MARKETING, PRICE DETERMINATION AND THE MANAGEMENT PROCESS

Start this question on a NEW page.

- 3.1 Name and discuss the THREE main types of resources that have to be considered when compiling a business plan. (6)
- 3.2 Name the farming system where entrepreneurial characteristics are vital for creating a successful business. Discuss TWO reasons for your answer. (5)
- 3.3 A farmer produces a product and has the following production costs:

COSTS	
Fixed cost (per ha)	R6 500
Variable cost (per ha)	R1 000
Price (per ton)	R3 500

3.3.1 Calculate the break-even point (BEP) using the information in the table above and the following formula:

$$BEP = \frac{\text{fixed cost}}{\text{price - variable cost}}$$
 (2)

- 3.3.2 Explain the break-even point for a farming enterprise. (4)
- 3.3.3 Calculate the profit that the farmer will make if the yield is 4 ton/ha. (3)
- 3.4 Name the factors that determine the number of products that the consumer is prepared to buy. (4)
- 3.5 Discuss THREE reasons for advertising an agricultural product. (3)
- 3.6 Explain the following concepts that must be addressed within the marketing strategies of a business plan.
 - 3.6.1 Target market (2)
 - 3.6.2 Competition (2)
 - 3.6.3 Distribution (2)

3.11

(2) [50]

3.7 Complete the table below in the ANSWER BOOK.

Name TWO psychological needs of farm workers.

Use the table to distinguish between diversification and specialisation with regard to implements and management.

			DIVER	SIFICAT	ION			SPECIA	LISATIO	NC	
	Impleme	nts									
	Managei	ment									(4)
3.8	A farmer assigns a worker the task of spraying herbicides on cultivated crops. The farmer ensures that the worker receives the necessary safety equipment. Despite all the precautions taken, the worker gets ill from the spray.						. ,				
	3.8.1	Which chemic	Act entitles als?	the work	er to	clain	n for b	peing ill a	after wor	king with	(1)
	3.8.2		e the action of the the closest contraction of t							efuses to	(1)
	3.8.3		s THREE rocorrect th	•						er should	(3)
3.9			ojectives on workers.	obtained	by	the	farm	manage	er when	he/she	(3)
3.10	Give THR	EE reas	ons why tra	aining farı	m wc	orkers	s is in	nportant.			(3)

QUESTION 4: FINANCIAL PLANNING, RECORDING, HARVESTING, VALUE ADDING, AND PACKAGING

Start this question on a NEW page.

4.1 A budget is a plan of future income and expenses of a business as shown below.

Expected income and expenditure information:

- 2 kg seed @ R400,00 per kg
- 850 kg fertilisers @ R80,00 per 50 kg bag
- Transport for 17 bags of fertiliser @ R5,00 per 50 kg bag (only one trip)
- Wages for 2 workers @ R400,00 per person per week for planting
- 1 500 product packaging material @ R1,50 each
- Transport to market @ R300,00 per trip (6 trips)
- Sales of the 1 500 boxes of the product @ R15,00 a box

Complete the table below in the ANSWER BOOK.

Use the data above to draw up a budget for your crop enterprise.

EXPECTED EXPENDITURE							
ITEM QUANTITY PRICE PER TOTAL PRICE UNIT (R) (R)							
Total expenses							

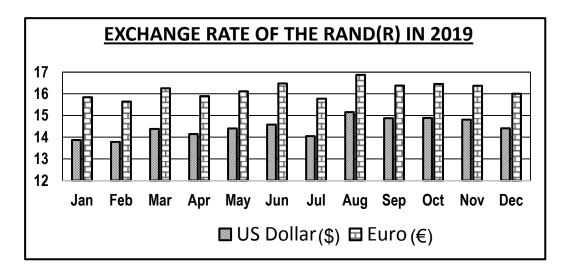
EXPECTED INCOME						
ITEM	QUANTITY	PRICE PER UNIT (R)	TOTAL PRICE (R)			
Total expenses						

	EXPECTED	PROFIT	
Profit			(10)

- 4.2 The Balance Sheet informs the farmer of how the capital is obtained and how it is allocated.
 - 4.2.1 Explain the following terms that are used in the Balance Sheet:
 - (a) Fixed assets (2)
 - (b) Depreciation (2)
 - (c) Creditor (2)
 - 4.2.2 Describe the importance of analysing the Income Statement as a financial record. (2)

- 4.3 Give THREE reasons why consumers are interested in buying processed products.
 - (3)
- 4.4 Name THREE important reasons for the grading of agricultural products.
- (3)
- 4.5 As a risk-reducing strategy the management team of a fruit farm investigated the development of a juice extraction plant on the farm. The farm currently exports all the produce to the United States of America and Europe.

The graph below shows the exchange rate over a period of time.



4.5.1 Explain why the processing of a fruit juice concentrate would be a good strategy to reduce the risks involved in the export of fresh produce.

(3)

4.5.2 A bottle of fruit juice concentrate sells at R116,00 in South Africa with a break-even point of R82,00. Calculate the profit made per bottle.

(2)

4.5.3 A bottle of fruit juice concentrate sells at €12 in December in Europe. Determine the value in South African rand (ZAR).

(3)

4.5.4 Predict the influence that the exchange rate will have on the profit.

(2)

4.6	All agricultural products should be harvested.				
	4.6.1	Define harvesting of an agricultural crop.	(2)		
	4.6.2	Name THREE advantages of harvesting farm produce by hand.	(3)		
	4.6.3	The stage of ripeness at which crops are picked, depends on their usage. State FOUR purposes for which crops are used.	(4)		
4.7		THREE aspects to consider when designing packaging material for all products.	(3)		
4.8	Describe	FOUR main causes of food spoilage.	(4) [50]		
		TOTAL SECTION B: GRAND TOTAL:	150 200		