

## basic education

Department:
Basic Education
REPUBLIC OF SOUTH AFRICA

## SENIOR CERTIFICATE EXAMINATIONS/ NATIONAL SENIOR CERTIFICATE EXAMINATIONS

AGRICULTURAL MANAGEMENT PRACTICES 2023

## MARKING GUIDELINES

MARKS: 200

These marking guidelines consist of 14 pages.

## SECTION A

## QUESTION 1

### 1.1 Multiple choice

1.1.1 $C \checkmark \checkmark$
1.1.2 $C \checkmark \checkmark$
1.1.3 A $\checkmark \checkmark$
1.1.4 $D \checkmark \checkmark$
1.1.5 A $\checkmark \checkmark$
1.1.6 A $\checkmark \checkmark$
1.1.7 $C \checkmark \checkmark$
1.1.8 $D \checkmark \checkmark$
1.1.9 $C \checkmark \checkmark$
1.1.10 B $\checkmark \checkmark$
1.2 Matching items
1.2.1 B $\checkmark \checkmark$
1.2.2 $F \checkmark \checkmark$
1.2.3 $G \checkmark \checkmark$
1.2.4 K $\checkmark \checkmark$
1.2.5 L $\checkmark \checkmark$
1.2.6 C $\checkmark \checkmark$
1.2.7 J $\checkmark \checkmark$
1.2.8 H $\checkmark \checkmark$
1.2.9 A $\checkmark \checkmark$
1.2.10 E $\checkmark \checkmark$
(10 x 2)
1.3 Agricultural terms
1.3.1 Soil erosion $\checkmark$
1.3.2 Soil pH / soil reaction
1.3.3 Auction $\checkmark$
1.3.4 Packaging
1.3.5 Source documents $\checkmark$
1.4 Underlined words
1.4.1 Climax /Subclimax $\checkmark$
1.4.2 Anemometer $\checkmark$
1.4.3 Secondary $\checkmark$
1.4.4 Ingredients $\checkmark$
1.4.5 Sugaring $\checkmark$

## QUESTION 2: PHYSICAL FARM PLANNING

### 2.1 Land is a valuable asset

### 2.1.1 Explain if value of farm land increases

- Invest in land $\checkmark$ by adding fixed assets on the farm $\checkmark$
- Land is made more productive due to correct:
- cultivation $\checkmark$
- grazing $\checkmark$
- water use $\checkmark$
- Condition of veld/soil improved (increases) $\checkmark$ with good management
- Net worth of the farm increases $\checkmark$ due to increase in assets $\checkmark$
- Land appreciates with time $\checkmark$ due to economic characteristic of land $\checkmark$ (Any $1 \times 2$ )
2.1.2 Explain if value of farm land decreases
- Land is made less productive due to incorrect:
- cultivation
- grazing $\checkmark$
- water use $\checkmark$
- Condition of veld/soil deteriorates(decreases) $\checkmark$ with poor management
- Assets of farm decrease $\checkmark$ due to a lack of maintenance $\checkmark$
- Net worth of the farm decreases $\checkmark$ due to decrease in assets $\checkmark$ (Any $1 \times 2$ )
2.2 Workers absenteeism
2.2.1 Explain productive workers

Workers are productive when they quickly $\checkmark$ turn inputs into outputs $\checkmark$
OR
Productivity $=($ Output $\div$ Input) $\checkmark$ in a specific time period $\checkmark$
2.2.2 Describe possible reasons why absenteeism leads to decrease in productivity

- If worker is absent for a long period of time an extra worker must be employed, $\checkmark$ training a new worker is time consuming $\checkmark$
- When a worker is absent other workers must work overtime $\checkmark$ that can lead to tiredness/negativity that can lead to a decrease in productivity $\checkmark$
(Any $1 \times 2$ )


### 2.2.3 Discuss how farmer helps to keep workers healthy

- Regularly take workers to a medical facility
- Ensure a healthy working environment $\checkmark$
- Educate workers on:
- Diseases (HIV and AIDS, TB, COVID)
- Healthy lifestyle (healthy eating / regular exercise) $\checkmark$
- Good personal hygiene $\checkmark$
- Ensure that workers adhere to safety regulations (OHS Act) $\checkmark \quad$ (Any 3)


### 2.3 Describe principles of a grazing camp for animal production

- The camps need shade and shelter, e.g. trees for animals $\checkmark$
- Clean and fresh drinking water must always be available $\checkmark$
- The source of water should be as close as possible to the centre of the camp $\checkmark$
- Ensure suitable grazing capacity $\checkmark /$ Correct stocking density
- Enough tasty feed $\checkmark$
- Topography must be considered
- Suitable grazing for the type of animal $\checkmark$
- Suitable fences for the type of animal $\checkmark$
- Camping off dangerous areas (wet areas / poisonous plants) $\checkmark$ (Any 3)


### 2.4 Soil cultivation

### 2.4.1 THREE disadvantages of a plough pan (sole)

- There are not enough pores or spaces in compacted soil
- Swallow root development $\checkmark$
- Waterlogging $\checkmark$
- Slow water drainage
- Poor air circulation $\checkmark$
- The restricted roots are often unable to take up sufficient water or nutrients from the soil $\checkmark$
- Less plant growth and lower yields $\checkmark$
- Plants are less drought resistant $\checkmark$
(Any 3)


### 2.4.2 Describe how to solve problem of a plough sole (sole)

- Solve the problem by breaking the plough pan (sole) layer with a primary cultivation $\checkmark$ implement e.g. a ripper
- Varying the ploughing depth $\checkmark$
- Use crop rotation:
- with crops that requires cultivation at different depths
- with crops that has root systems that develops to different depths $\checkmark$
(Any 2)


### 2.5 Describe advantages of no soil cultivation and permanent soil coverage

- Nearly no wind and water erosion $\checkmark$
- Increased water infiltration in the soil $\checkmark$
- Groundwater more readily available $\checkmark$
- Organic material content of soil is maintained or improved $\checkmark$
- Carbon is isolated in the soil, which increases soil quality and reduces global warming $\checkmark$
- Soil quality improvement (chemical, physical and biological) $\checkmark$
- Increased crop productivity $\checkmark$
- Reduced fertilisation and production costs $\checkmark$
- Even more sustainable and profitable crop production (ensures survival of the family farm) $\checkmark$
- Basic needs are satisfied / improved rural living standards and quality of life / increased and diversified productivity / increased profit $\checkmark$ (Any 3)


### 2.6 Different farming methods

|  | INTENSIVE FARMING | EXTENSIVE FARMING |
| :---: | :---: | :---: |
| INPUT: Labour: <br> without mechanisation | more/high $\checkmark$ | less/low $\checkmark$ |
| INPUT: Land: <br> amount per animal | low/small/less $\checkmark$ | high/big/more $\checkmark$ |
| OUTPUT: <br> amount per unit area | large/big/high $\checkmark$ | small/little/low $\checkmark$ |

### 2.7 Explain concepts within precision farming

### 2.7.1 GPS

- Global Positioning System gives the exact location $\checkmark$ of the receiver on the surface of the earth $\checkmark$
- A satellite system $\checkmark$ that provides farmer with positioning, navigation, and timing services $\checkmark$
- Establish a guided grid system $\checkmark$ for soil sampling and optimize the use of chemicals (fertilizers; pesticides; etc.) $\checkmark$
- Can use coordinates to calculate the surface $\checkmark$ of a chosen area $\checkmark$
(Any $1 \times 2$ )
2.7.2 GIS
- Geographical Information System processes inputs $\checkmark$ in a computer system and display it on a map $\checkmark$
- Is a computer system that analyses $\checkmark$ and displays geographically referenced information $\checkmark$
- Inputs are processed by a computer database to store, analyse and retrieve information $\checkmark$ and to view geographical information in map form $\checkmark$
(Any $1 \times 2$ )


### 2.7.3 VRT

- Variable Rate Technology uses implements (planters, fertilizer applicators) $\checkmark$ that can exert precision control over crop inputs $\checkmark$
- It allows fertiliser, chemicals, lime, gypsum, irrigation water and other farm inputs to be applied at different rates $\checkmark$ across a field, without manually changing rate settings on equipment or having to make multiple passes over an area $\checkmark$
(Any $1 \times 2$ )


### 2.8 Agricultural implements

2.8.1 Distinguish between primary and secondary implements

Primary implements

- Implements are big and heavy
- Usually do heavy duty cultivation $\checkmark$
- Deeper cultivation $\checkmark$
(Any 1)


## Secondary implements

- Implements are lighter and finer $\checkmark$
- Usually used after primary tillage $\checkmark$
- Shallow cultivation $\checkmark$


### 2.8.2 Classify implements

- IMPLEMENT A = Secondary
- IMPLEMENT B = Primary
- IMPLEMENT C = Primary $\checkmark$


### 2.8.3 Name THREE disadvantages in the use of implements

- Implements are expensive $\checkmark$
- Use of implements requires a more skilled worker $\checkmark$
- Use of implements can destroy certain properties of soils $\checkmark$
- Depreciation / The value of implements decreases $\checkmark$
- The implement may be damaged $\checkmark$
- It can lead to unemployment / Less labour needed
- Costs of fuel is high $\checkmark$
- Cost of servicing is high $\checkmark$
(Any 4)


### 2.9 Name FOUR aspects when purchasing implements and equipment

- Cost of purchasing the implement $\checkmark$
- Quality of the implement $\checkmark$
- Choose customisable equipment $\checkmark$
- Implement must be the correct size and capacity for the circumstances $\checkmark$
- Possible expansion must be kept in mind $\checkmark$
- Choice of technological advancement must be made $\checkmark$
- Training required and what it costs $\checkmark$
- Calculate the running cost of the implement $\checkmark$
- Maintenance and services available $\checkmark$
- Do research on product's effectiveness
- Choose between automated or hand-driven model
- Decide what type of accessories or extras are required $\checkmark$
(Any 4)
2.10 Explain how agritourism reduces risks in commercial farming
- Cash flow benefits for the farmer $\checkmark$
- Optimal use of all resources e.g. mountains / rivers $\checkmark$
- Value of farm increases - additional facilities have been set up $\checkmark$
- Great marketing value for farmer's products $\checkmark$
- Protect farmer from:
- Climate patterns $\checkmark$
- Value of the Rand $\checkmark$


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

### 3.1 Marketing channels

### 3.1.1 State THREE problems with selling of livestock at auctions

- Auction fees can be costly $\checkmark$
- Market price is not always favourable (reserve price) $\checkmark$
- Risks of disease outbreaks/quarantine areas $\checkmark$
- Poorly organised auctions $\checkmark$


### 3.1.2 Describe free-market system

- The producer can sell the products where $\checkmark$ they want, when $\checkmark$ they want and at highest possible price $\checkmark$
(Any 2)
(2)
3.1.3 State the advantages of fresh produce markets
- Farmers can benefit from higher prices in times when there are shortages
- The market can sell large quantities of the farmer's produce $\checkmark$
- The farmer can use an agent to market the produce $\checkmark$
- Money is available immediately after sales $\checkmark$
(Any 2)
(2)


### 3.2 Farm planning

### 3.2.1 Discuss financial plan

- To estimate farm profit $\checkmark$ from possible income and expenses $\checkmark$
- To determine the source of income $\checkmark$ for each production branch $\checkmark$
- To determine cash flow $\checkmark$, enough money available when needed $\checkmark$
- To estimate monthly income from sales $\checkmark$ of products from different branches
- To determine if the capital is enough $\checkmark$ for production in different branches $\checkmark$
(Any $1 \times 2$ )


### 3.2.2 Discuss marketing plan

- To the check the existence of the potential customers $\checkmark$ for each product produced $\checkmark$
- To focuses on customer satisfaction $\checkmark$ for each product produced $\checkmark$
- To know marketing trends $\checkmark$ to know when to sell produce produced $\checkmark$
- To recognise the opportunities in the market $\checkmark$ that will increase sales/advertising $\checkmark$
(Any $1 \times 2$ )


### 3.3 Name elements of organisation

- Identification of tasks $\checkmark$
- Grouping of the related tasks $\checkmark$
- Delegation of certain task aspects $\checkmark$
- Supervisors or managers takes responsibility on executed tasks
- Co-ordination of the different tasks $\checkmark$
(Any 2) (2)
3.4 Indicate the aspects of decision making
- The accuracy of the decisions $\checkmark$
- The speed in which decisions are made $\checkmark$
- The acceptability of the decisions by the persons involved $\checkmark$
3.5 Name advantages of coordination
- It increases the efficiency of the operation $\checkmark$
- Duplication is eliminated $\checkmark$
- Resources are utilised optimally within the different operational tasks $\checkmark$
- Better cooperation between workers $\checkmark$
- Organisation in the workplace becomes easier and more functional $\checkmark$
- Better communication in the workplace $\checkmark$
(Any 3)
(3)
3.6 Give reasons for employment contract
- It protects the rights of both parties $\checkmark$
- It is a legal requirement
- It is a legal agreement between employee and employer $\checkmark$
- It can be referred to if disputes arise $\checkmark$
- It defines what is expected of the employee


### 3.7 Name and explain the pillars of farm sustainability

- Productivity $\checkmark$ to maintain and improve productivity
- Risk management $\checkmark$ to ensure the production security
- Conservation $\checkmark$ to protect the potential of natural resources $\checkmark$
- Economic viability $\checkmark$ to determine the profitability of the farm
- Social acceptance $\checkmark$ to develop the community/environment
(Any 2 name and explain)


### 3.8 SWOT analysis from scenario

3.8.1 THREE strengths

- Availability of land
- Capital is available $\checkmark$
- Business skills
- Water from the river is available $\checkmark$
- Good veld $\checkmark$
(Any 3) (3)
3.8.2 ONE weakness
- a) Lack of farming skills $\checkmark$
- b) Lack of farming knowledge $\checkmark$
- c) Not very fertile sandy soils $\checkmark$
(Any 1) (1)
3.8.3 ONE opportunity
- Agritourism / attract tourists to come and fish $\checkmark$
- Horse breeding market $\checkmark$
(Any 1) (1)


### 3.8.4 TWO threats

- Rainfall availability / drought / river can run dry $\checkmark$
- Conflict among the group members $\checkmark$
- Outbreak of diseases $\checkmark$
- Changes in the market $\checkmark$
- Erosion (wind / water) $\checkmark$
(Any 2) (2)
3.8.5 Actions to correct the weaknesses
- a) Employ a farm manger that has the skills $\checkmark$
- b) Employ a farm manger that has the knowledge $\checkmark$
- c) Improve quality of the soil / adding organic material to the soil / plant crops that prefer sandy soils $\checkmark$
(Any 1 that link with QUESTION 3.8.2)


### 3.9 Break-even-point

3.9.1 Calculate cost per unit

- Cost per product $=$ cost $\div$ number of units

$$
\begin{align*}
& =R 50000 \div 20000 \checkmark \\
& =\text { R2,50 per unit } \checkmark \tag{2}
\end{align*}
$$

### 3.9.2 Distinguish between variable costs and fixed costs

| VARIABLE COSTS | FIXED COSTS |
| :--- | :--- |
| Change per unit produced $\checkmark$ | Unchangeable in the short <br> term $\checkmark$ |
| Can be controlled/avoided depending <br> on number of units produced $\checkmark$ | Cannot be controlled/avoided $\checkmark$ |

(No table needed)
(4)

### 3.10 Explain demand and supply

### 3.10.1 Concept of demand and price

- The lower the price the higher the demand $\checkmark \checkmark$
- The higher the price the lower the demand $\checkmark \checkmark$

OR

- The higher the demand the higher the price
- The lower the demand the lower the price $\checkmark \checkmark$


### 3.10.2 Concept of supply and price

- The higher the price the higher the supply
- The lower the price the lower the supply

OR

- The higher the supply the lower the price $\checkmark \checkmark$
- The lower the supply the higher the price $\checkmark \checkmark$


### 3.11 Identify aspects of a business plan

3.11.1 Cover page / Front page $\checkmark$
3.11.2 SWOT analysis $\checkmark$

### 3.11.3 Addendum/Annexure

3.11.4 Human resource plan $\checkmark$
3.11.5 Financial resource plan $\checkmark$
3.11.6 Infrastructure $\checkmark$

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

### 4.1 Budgets from list

### 4.1.1 Examples of production budgets

- Feed budget $\checkmark$
- Maintenance budget
- Labour budget $\checkmark$
4.1.2 Describe primary aims of a budget
- To set limits on the amounts to be used for farming activities $\checkmark$
- To obtain credit on time $\checkmark$
- To coordinate resources and money spent as planned $\checkmark$
- To help determine whether to expand the business or not $\checkmark$
- To do a needs analysis and exercise control $\checkmark$
- To determine relative profitability of an alternative $\checkmark$
- To test the time-use and feasibility of a decision $\checkmark$
- To quantify long-term strategy and goals $\checkmark$
4.1.3 Give examples of 'parameters' used in budgeting
- Prices $\checkmark$
- Yields / returns $\checkmark$
- Application of inputs $\checkmark$
- Time of inputs or outputs $\checkmark$
- Progeny / weaning percentage $\checkmark$
(Any 2)
4.2 Financial aspects
$\begin{array}{ll}\text { 4.2.1 } & \text { Calculate gross margins for the two production enterprises } \\ \text { Production enterprise A }\end{array}$
- $\mathrm{GM}=$ Returns - Variable costs

$$
=\text { R39 011,00 - R32 102,24 } \checkmark
$$

$$
=R 6908,76 \checkmark
$$

## Production enterprise B

- $\mathrm{GM}=$ Returns - Variable costs

$$
=\text { R37 361,00 - R28 532,27 } \checkmark
$$

$$
\begin{equation*}
=R 8828,73 \checkmark \tag{4}
\end{equation*}
$$

4.2.2 Calculate net income

- Net income = Total farm income - Total farm expenses

$$
=R 76372,00-R 60634,51 \checkmark
$$

$$
=R 15737,49 \checkmark
$$

OR

- Net income $=G M(A)+G M(B)$

$$
=R 6908,76+R 8828,73 \checkmark \quad(C A)
$$

$$
\begin{equation*}
=R 15737,49 \checkmark \tag{2}
\end{equation*}
$$

### 4.2.3 Most profitable production enterprise

- Production enterprise A $\checkmark$
- Because it has more returns per hectare than enterprise B $\checkmark$
- correct calculations also valid


### 4.3 Income Statement

| EXPENDITURE |  |  | INCOME |  |  |
| :--- | :--- | :---: | :---: | :---: | :---: |
| DATE | DESCRIP- <br> TION | VALUE <br> (R) | DATE | DESCRIP- <br> TION | VALUE <br> (R) |
|  | Production <br> cost | 87000.00 | $15 / 03 / 22$ | Sale of <br> product | 38600.00 |
|  | Marketing <br> cost | 2500.00 | $10 / 04 / 22$ | Sale of <br> product | 69450.00 |
|  |  | $20 / 05 / 22$ | Sale of <br> product | 61500.00 |  |
|  | TOTAL | 89500.00 |  | TOTAL | 169550.00 |

## RUBRIC

- Headings: INCOME and EXPENDITURE $\checkmark$
- Each correct entry INCOME side $\checkmark \checkmark$ (max 2)
- Each correct entry EXPENDITURE side $\checkmark \checkmark$ (max 2)
- Both totals correct $\checkmark$ (one mark) (Income and expenditure can be underneath each other)
4.4 Explain the steps to be followed when an inventory is developed (Order is important)
- Step 1: Make a physical count of all available assets in the farm business $\checkmark$
- Step 2: Evaluate all the assets at the current market value $\checkmark$
- Step 3: Make a closing inventory at the end of the year
4.5 Source documents
4.5.1 Describe TWO instances when the farming enterprise issue a receipt
- Any transaction whereby money/goods are received $\checkmark$
- When contributions or donations are received/sponsorship
- When farmer is receiving payment for selling produce $\checkmark$
- When payment from a debtor is received $\checkmark$


### 4.5.2 $\quad$ Name data that should be reflected on source document

- Amount $\checkmark$
- Date of transaction $\checkmark$
- Description of transaction $\checkmark$
- Company name - receiving the document $\checkmark$
- Company name - issuing the document $\checkmark$
- Payment detail $\checkmark$


### 4.6 Storage

4.6.1 $\quad$ Structure used by large-scale farmers for grain storage
$\quad$ - Silo $\checkmark$
4.6.2 Reason why the poles are fitted with inverted cones

- To prevent rodents from entering the crib $\checkmark$
4.6.3 FOUR climate aspects factors protected by the crib
- Temperature $\checkmark$
- Precipitation (rainfall, frost, snow, dew) $\checkmark$
- Wind $\checkmark$
- Light $\checkmark$
4.7 Name physical or visible characteristics for grading of harvested farm products
- Colour of the product $\checkmark$
- Size of the product $\checkmark$
- Shape / form of the product $\checkmark$
- Conformation of the product $\checkmark$
- Damages on the product $\checkmark$
- Freshness of the product $\checkmark$
- Cleanliness of the product $\checkmark$
(Any 4)
4.8 Processing


### 4.8.1 State THREE food preservation methods used to kill or eliminate microorganisms

- Heating $\checkmark$
- Filtration $\checkmark$
- UV radiation $\checkmark$
- Freezing $\checkmark$
(Any 3)
4.8.2 Explain value adding contribution to financial sustainability
- The farmer identifies a gap in the market $\checkmark$ and through processing value is added to a raw product $\checkmark$
- The new value-added product can generate an income $\checkmark$ which may contribute to the financial viability of the farm $\checkmark$
- Excess products can be utilised $\checkmark$ to create an extra income $\checkmark$ (Any $1 \times 2$ )


### 4.9 Discuss legal requirements of the information on the label on nutritional value

- A table $\checkmark$ with the nutritional values $\checkmark$
- Values of mass or percentage of RDA $\checkmark$
- Arrange the nutrients in order, from the highest values to the lowest $\checkmark$

