

KERALA AGRICULTURAL UNIVERSITY

B.Sc (Hons.) Forestry 2012 Admission
Vth Semester Final Examination- February -2015

Cat. No: Fmau.3107
Title: Forest Business Management (1+0)

Marks: 80
Time: 3 hours

I.Fill up the blanks / Match the following /State True or False / Define: (10 x 1 = 10)

1. A forest business credit proposal is economically viable when its Internal Rate of Return (IRR) is
2. Converting future benefits and costs to the present worth is known as compounding (State True or False).
3. Money lenders and friends and family are the major source of non - institutional credit of agriculture and allied sector. (State True or False)
4. Indian Institute of Forest Management is located in
5. Ratio of current assets and current liabilities is called

Match the following

6. Long term liability	a. Compounding and discounting
7. Margin of safety	b. Stock
8. Time comparison principle	c. Repaying capacity
9. Inventory	d. Farm profitability
10. Farm loan	e. Loan for Drip irrigation system

II. Write short notes/answers on ANY TEN

(10 x 3 = 30)

1. Scope of forest business
2. Operational planning
3. How discounting techniques are superior over the undiscounting techniques?
4. Define forecasting. How it is useful in forest business management

5. Enterprise budgeting
6. Components of inventory
7. Formal and informal credit institutions
8. Risks involved in forest businesses
9. Public limited company
10. Define management
11. Labour efficiency
12. Factors influencing decision making process

III. Write short essays on ANY SIX of the following

(6 × 5 = 30)

1. Features of forest business
2. Advantages of maintaining forest business records and accounts
3. Briefly write a short note on components of income statement.
4. Write the procedure for availing loan for farm business.
5. Write a short note on the Minimum Wages Act 1948
6. What is farm inventory? Describe the need for inventory management in forest business.
7. Suggest certain incentives that may be given to improve the labour efficiency in forest related works
8. Describe the interrelationship among planning and forecasting

IV. Write essay on ANY ONE

(1 × 10 = 10)

1. What are the different types of physical records and financial records to be kept for accounting purposes in forest business?
2. Describe various types of planning techniques and list out their merits and demerits.