

Question 22 (9 marks)

- (a) Explain how interest rate trends over time can affect decision making for a farm. **3**

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If the ~~rate~~ interest rate increases,
the farmer may need to start budgeting
which could result in less or no profit.
If interest rate decreases, the decision
making for a farm can be beneficial
as the farmer will have ~~an~~ extra cash which
can lead to profit.

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Question 22 (continued)

- (b) Analyse the structure of the Australian agribusiness sector, including a comparison of the importance of the family farm with other components of this sector.

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The Australian agribusiness sector's structure is highly beneficial on terms with beef. This is so due to the importance it is to our trading as its one of our highest incomes. A family farm on the other helps out locally and gains benefits for the community.

The Australian Agribusiness is so successful due to the requirements of consumers being met e.g. ~~the~~ neighbouring countries like the cows we produce which are Angus cows. Therefore has captured them of many international businesses such as McDonalds. With this it ~~XXXX~~ gives state and family farmers to make a living from farming.

End of Question 22