

Vidya Vikas Mandal's  
Shree Damodar College of Commerce and Economics, Margao-Goa  
F.Y.B.com Semester I, Semester End Examination October 2017  
Co-operative Accounting & Management

Duration: 2hrs

Max Marks: 80

Instructions: - All questions are compulsory with internal choice.

Marks to the right hand side indicates maximum marks.

Each main question has to start on a fresh page.

Q1) Following is the Trial Balance of Arondekar Consumers Co-operative Society Ltd. For the year ended 31<sup>st</sup> March 2017. You are required to prepare Trading Account, Profit & Loss A/c, Profit & Loss Appropriation A/c for the year ended 31<sup>st</sup> March 2017 and Balance Sheet as on 31<sup>st</sup> March 2017.

Debit Balances	Rs.	Credit Balances	Rs.
Interest Paid	5,600	Sales	4,00,000
Bank Charges	400	Share Transfer Fees	200
Salaries	36,000	Dividend	4,000
Contribution to Staff Provident Fund	2,000	Interest on Investments	3,600
Travelling Expenses	500	Bank Interest	14,000
Rent, Rates & Taxes	4,500	Commission	13,000
Postage	2,300	Sale of Forms	1000
Printing & Stationary	2,400	Share Capital	1,00,000
Audit Fees	1,000	Educational Fund	1,000
General Expenses	2,200	Staff Provident Fund	8,000
Bad Debts	1,000	Depreciation Fund	16,000
Bonus to Employees	4,000	Building Fund	10,000
Opening Stock	20,000	Bad Debts Reserve	4,000
Purchases	2,20,000	Loans from Banks	24,000
Carriage & Freight	2,000	Loans from Government	24,000
Investment in Government Securities	26,000	Sundry Creditors	27,200
Investment in shares of Co-op Societies	24,000	Reserve Fund	20,000
Investment of Staff Provident fund	8,000	Share Capital Redemption Fund	10,000
Sundry Debtors	56,000		
Buildings	84,000		
Furniture & Fittings	36,000		
Insurance	3,400		
Repairs	2,600		
Freehold Land	56,000		
Cash in Hand	10,100		
Cash at Bank	70,000		
<b>TOTAL</b>	<b>6,80,000</b>	<b>TOTAL</b>	<b>6,80,000</b>

Adjustments:-

- 1) Closing Stock valued at Rs. 50,000
- 2) Outstanding Expenses – Rent Rs. 500 , Interest Rs. 400
- 3) Provide for contribution of Share Capital Redemption fund Rs. 2000
- 4) Insurance paid in advance Rs. 400
- 5) Interest Accrued on Investments not received Rs. 400
- 6) Create Bad Debts Reserve of Rs. 6,000
- 7) Provide Depreciation on Building and on Furniture & Fittings at 5%.
- 8) Directors Recommended the following:
  - a) Dividend 10%
  - b) Patronage Fund 30%
  - c) Reserve Fund 25%
  - d) Deficit Fund 5%
  - e) Educational Fund 2%
  - f) Benefit Fund 5%
  - g) Co-operative Development Fund 5%

(20 marks)

Q2) Write a Short Note on *Any 3* of the Following: -

(3 x 4 marks = 12 marks)

- a) Weaknesses of Primary Agricultural Societies
- b) District Consumer Housing Federation
- c) Dairy Cooperative Society
- d) Principles of Cooperatives
- e) Objectives of Cooperatives

Q3) Write a Short Note on *Any 3* of the Following: -

(3 x 4 marks = 12 marks)

- a) Concept of Cooperative Management
- b) National Co-operative Development Corporation (NCDC)
- c) Leadership in Cooperative Organizations
- d) Co-operatives in Japan
- e) Importance of Planning in Co-operatives

Q4) a) Explain the Advantages and Limitations of Co-operative Societies.

(12 marks)

OR

Q4) b) Explain How Co-operatives can play a significant Role in Socio Economic Development in the Country.

(12 marks)

Q5) a) Explain the Structure and Objectives of Consumer Co-operative Society in India.

(12 marks)

**OR**

Q5) b) Define Co-operative Banks. Explain the Objectives and Importance of Co-operative Banks in India.

(12 marks)

Q6) a) Explain the Role of Management in the Development of Co-operative Organisations. (12 marks)

**OR**

Q6) b) Explain the need for Professional Management of Co-operatives in India.

(12 marks)