

KERALA AGRICULTURAL UNIVERSITY
B.Sc.(Hons.) Agriculture – 2007 Admission – IIIrd Semester
Final Examination – February/March 2009

Title : Econ. 2102

Max. marks: 80

Course: Agricultural Finance and Co-operation (1+1)

Time : 3 hours

I) a) Fill up the blanks

5 x 0.5 = 2.50

1. RBI Governor is-----
2. Apex refinancing agency for agricultural credit in India is -----
3. State level bank in short term cooperative agricultural credit is -----
4. The year in which commercial banks were nationalized -----
5. -----is banker's bank.

b) State "True" or "False"

5 x 0.5 = 2.50

1. Credit is the device for facilitating temporary transfer of wealth from one person to another person.
2. NABARD is the apex bank that deals with agricultural credit at the national level
3. Risk bearing ability is the ability of the farmer to withstand the risks that arise due to financial loss.
4. Credit rationing is the situation where the interest rate is different from the market clearing rates and at this rate, the demand for loan is greater than the supply of loan.
5. Part of crop loan is disbursed in kind.

C) Chose the correct answer

5x 0.5=2.50

1. Agricultural finance as the economic study of the acquisition and use of capital in agriculture is given by
 a. Hopkin et.al (b) Warren F.Lee et.al (c) William G. Murray d) none of the above
2. Short term credit is given to farmers to
 a. purchase seeds (b) digging well (c) purchase tractor d) none of the above
3. Repayment of long term loan is
 (a) more than 2 years (b) more than 5 years (c) more than 10 years d) none of the above
4. One of the 5 C's of credit, "Capacity" refers to
 a) repayment capacity (b) entrepreneurial skills (c) capacity to read and write d) none of the above
5. ----- term loans are eligible in lead bank
 a) short (b) medium (c) long d) None of the above

d) Match the following

5x 0.5=2.50

1	One man one vote	1914
2	International bank	Criterion for granting loan
3	Risk bearing ability	Cooperation

4	Cooperative credit act	Indemnity
5	Crop insurance scheme	World bank

II) Write answers in a word or sentences/ Define

10 x 1 = 10.00

1. DIR Scheme
2. Microfinance
3. Taccavi loans
4. 4 R's of credit
5. Loan amortization
6. Liquidity
7. Agricultural refinance
8. NABARD
9. Indemnity
10. Down Payment

III) Write short notes on any ten

10 x 2 = 20.00

1. Cooperative credit structure in Kerala
2. Principles of cooperation
3. Role of RBI in promotion of Indian agriculture
4. Goodness of institutional credit against non institutional credit
5. 5 C's of credit
6. Risk and uncertainty in agricultural credit system
7. Non-credit cooperatives
8. History of Indian cooperative movement
9. Service area approach
10. Demerits of private credit
11. Types of repayment plans
12. Indemnity loss in crop insurance

IV) Write short essays on any four of the following

4 x 5 = 20.00

1. Classification of agricultural credit
2. Role of NABARD in agricultural growth and development
3. Progress and problems of land bank scheme and village adoption scheme
4. Outline the defects in the present agricultural credit system and remedial measures
5. Role of commercial banks in agricultural development
6. Non-nationalized banks' role in agricultural credit requirements

V) Write essays on any two

2 x 10 = 20.00

1. Has cooperative system failed in India? If it is, suggest the suitable policy framework. If not, put your arguments.
2. a) Explain on linkages of national banks with international banks to promote agriculture in India
b) Write about the performance of multipurpose society
3. a) Write briefly on role of institutional agencies for agriculture prosperity
b) Briefly elucidate on crop insurance schemes in India.
