



KERALA AGRICULTURAL UNIVERSITY
B.Sc (Hons.) C & B 2015 Admission
V Semester Final Examination-November-2017

Cmgt..3108

Accounting and Auditing of Co-operatives (2+2)

Marks: 50
Time: 2 hours

I Fill in the blanks: (10x1=10)

- 1 Transactions are first recorded in the ----- and then they are posted to the -----
 a) Ledger, Journal b) Journal, Ledger c) Any one of the Above d) None of these
- 2 GAAP stands for -----

a	Governmental Accepted Accounting System	b	Generally Accepted Accounting Principles
c	Government Adopted Accounting Principles	d	Generally Adopted Accounting System

- 3 Both Real Accounts and Nominal Accounts are -----
 a) Personal Account b) Impersonal Account c) Fictitious Account d) None of these
- 4 In Double Entry, the entry is balanced with a corresponding entry, which is called -----
 a) Reverse Entry b) Adjusting Entry c) Contra Entry d) Double Entry
- 5 Arithmetical accuracy can be checked by preparing -----
 a) Day Book b) Balance Sheet c) Trial Balance d) Ledger
- 6 Cost of Goods Sold is -----

a	Opening Stock + purchase + Closing Stock	b	Opening Stock + purchase – Closing Stock
c	Opening Stock – purchase + Closing Stock	d	None of these

- 7 The accounts of Co-operatives are prepared in every -----
 a) Calendar Year b) Financial Year c) Co-operative Year d) Accounting Year
- 8 The Certificate issued by the Auditor after finalizing the audit is called -----
 a) Audit Note b) Audit Manual c) Audit Certificate d) Audit Memorandum
- 9 ----- of Net Profit is transferred to the Reserve Fund
 a) 10 % b) 15 % c) 20 % d) 25 %
- 10 Detailed scheme set by Auditor for carrying out the audit job is called -----

a	Audit Programme	b	Audit Note
c	Audit Chart	d	Audit Plan

II Write short notes on any FIVE: (5x2=10)

- 1 Share Suspense Account
- 2 Principle State Partnership Fund
- 3 Trail Balance
- 4 Audit Fee
- 5 Team Audit
- 6 Internal Audit
- 7 Distinguish between Owned and Borrowed Fund

III Answer any FIVE: (5x4=20)

- 1 Distinguish between Principal State Partnership Fund and Subsidiary State Partnership Fund
- 2 Distinguish between Trail Balance and Receipts and Disbursement Statement
- 3 Briefly explain the special features of Co-operative Accounting
- 4 How is Profit distributed in a Cooperative Society
- 5 Distinguish between Co-operative Audit and Company Audit
- 6 State the Administrative setup of Co-operative Audit Department

IV

Write essay on any ONE:**(1x10=10)**

- 1 Give below is the Balance Sheet of Mahatmaji Service Co-operative Bank as on 31 st March 2016 and the R & D Statement for the Year 2016 – 2017. You are required to prepare a Profit and Loss Account of the Bank for the year ended 31 st March 2017 and Balance Sheet as on that date.

Mahatmaji Service Co-operative Bank
Balance Sheet as on 31 st March 2016

Liability	Amount	Assets	Amount
Share Capital	351,000	Cash in Hand	19,000
Deposit	480,000	Cash at Bank	136,000
Borrowing from DCB	1,020,000	Loan to members	1,420,000
Reserve Fund Invested	128,000	Shares in DCB	130,000
Reserve Fund Un invested	60,000	Advance due to	430,000
Common Good Fund	12,000	Interest accrued but not overdue	130,000
Establishment and Contingencies	20,000	Interest on Overdue	69,000
Advance Due by	280,000	Reserve fund Invested	128,000
Interest Payable	80,000	Miscellaneous Due	8,000
Reserve for Overdue Interest	69,000	Furniture	60,000
Reserve for Bad and doubtful Debts	20,000	Land and Building	100,000
Undistributed Profit	20,000		
Net Profit	90,000		
	2,630,000		2,630,000

Receipts and Disbursement Statement for the year ended 31 st March 2017

Particulars	Amount	Particulars	Amount
Share Capital	40,000	Share Capital	10,000
Deposit	320,000	Deposit	220,000
Borrowing from DCB	1,400,000	Borrowing from DCB	1,430,000
Loan from members	1,298,000	Loan from members	1,400,000
Advances due by	400,000	Advances due by	420,000
Advances due to	500,000	Advances due to	300,000
Sundry Income	149,000	Interest on Over dues	290,000
Interest on Loan	400,000	Furniture	4,000
Withdrawal from Bank	2,100,000	Establishment and Contingencies	180,000
Opening Cash Balance	19,000	Investment in Bank	2,300,000
		Cash in Hand	72,000
Total	6,626,000	Total	6,626,000

Note

- Transfer 15% of the Net Profit to Statutory Reserve Fund
 - Net Profit for 2015 – 16 has not been apportioned and other undistributed profit have not yet been distributed
 - Depreciation at 10% is to be charged on Furniture
 - Interest payable on borrowing for the year ended 31 st March 2017 is Rs 60000 / -
 - The Interest accrued not on overdue of loan with members is Rs 100000 / - and interest on overdue as on 31 March 2017 is Rs 50000 / -
- 2 Define Co-operative Audit and explain the procedure for Audit of Co-operative Societies as per Section 63 and 64 of KCS Act?
