

Total No. of Questions: 6

Total No. of Printed Pages:3

Enrollment No.....



Faculty of Agriculture  
End Sem (Odd) Examination Dec-2019  
AG3CO18 Agricultural Finance and Cooperation

Programme: B.Sc. (Ag.) Branch/Specialisation: Agriculture

Duration: 3 Hrs.

Maximum Marks: 50

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d.

- Q.1 i. Agriculture is 1  
(a) Primary Activity (b) Secondary Activity  
(c) Tertiary Activity (d) None of these
- ii. Commercial banks provide the following types of credit to agriculture: 1  
(a) Long-term such as for real estate  
(b) Intermediate-term such as for a building  
(c) Short-term such as for feeder cattle purchase  
(d) All the above types of credit are types of credit commercial banks provide
- iii. KCC limit is 1  
(a) Up to 5 Lacs (b) Up to 3 Lacs  
(c) Up to 8 Lacs (d) Up to 10 Lacs
- iv. The following can be methods of gaining control of capital: 1  
(a) Debt (or borrowed) capital  
(b) Lease the asset  
(c) Outside equity  
(d) All of these
- v. Full form of ADB  
(a) Asian Development Bank  
(b) American Development Bank  
(c) African Development Bank  
(d) American Development Board

P.T.O.

[2]

vi.	Full form of NABARD	1
	(a) National Bank for Agriculture & Rural Development	
	(b) New Bank for Agriculture & Rural Development	
	(c) National Bank for Agriculture & Regional Development	
	(d) National Asian Bank Authority of Regional Development	
vii.	..... plays an equalizing role as a welfare factor in a capitalistic economy.	1
	(a) Socialism (b) Trade Unionism	
	(c) Joint Stock Companies (d) Cooperation	
viii.	“One man one vote” relates to the Co-operative principle .....	1
	(a) Concern for community	
	(b) Democratic Member control	
	(c) Co-operation among co-operatives	
	(d) Autonomy and Independence	
ix.	Preparation of project reports is necessary for the:	1
	(a) Government (b) Bank	
	(c) Promotor (d) All of these	
x.	Who is the head of the Directorate of Co-operative Audit?	1
	(a) Registrar (b) Director	
	(c) Minister for Co-operation (d) Auditor	
Q.2	i. What is Agricultural Finance?	1
	ii. Define scope and significance of Agricultural Finance.	2
	iii. Explain Agricultural credit process for farmers.	5
OR	iv. Explain principles of credit analysis of 4 R's and 3C's of credits.	5
Q.3	i. Define micro finance.	1
	ii. What is the difference between institutional and non-institutional sources of agricultural finance?	3
	iii. What is the role of commercial banks for agricultural finance in present economic situation?	4
OR	iv. What are the financial characteristics of institutions that make loans to farmers?	4
Q.4	i. Define cost of credit.	2

[3]

	ii.	Describe the functions of RBI and NABARD.	6
OR	iii.	What should be done to reduce rural indebtedness?	6
Q.5	i.	What is project report? Describe its content.	2
	ii.	Define role of cooperative development for betterment of agriculture.	2
	iii.	What is SWOT analysis?	4
OR	iv.	Explain principles of cooperation.	4
Q.6		Attempt any two:	
	i.	Write short note on:	4
		(a) Marketing cooperatives (b) Multi Purpose Cooperatives	
	ii.	Explain role of ICA, NCUI for Indian agriculture sector.	4
	iii.	Define significance of NCDC, NAFED for farmers.	4

\*\*\*\*\*

## Marking Scheme

### AG3CO18 Agricultural Finance and Cooperation

Q.1	i.	Agriculture is		<b>1</b>
		(a) Primary Activity		
	ii.	Commercial banks provide the following types of credit to agriculture:		<b>1</b>
		(d) All the above types of credit are types of credit commercial banks provide		
	iii.	KCC limit is		<b>1</b>
		(b) Up to 3 Lacs		
	iv.	The following can be methods of gaining control of capital:		<b>1</b>
		(d) All of these		
	v.	Full form of ADB		
		(a) Asian Development Bank		
	vi.	Full form of NABARD		<b>1</b>
		(a) National Bank for Agriculture & Rural Development		
	vii.	..... plays an equalizing role as a welfare factor in a capitalistic economy.		<b>1</b>
		(d) Cooperation		
	viii.	“One man one vote” relates to the Co-operative principle .....		<b>1</b>
		(b) Democratic Member control		
	ix.	Preparation of project reports is necessary for the:		<b>1</b>
		(d) All of these		
	x.	Who is the head of the Directorate of Co-operative Audit?		<b>1</b>
		(d) Auditor		
Q.2	i.	Meaning	0.5 mark	<b>1</b>
		Definition	0.5 mark	
	ii.	Define scope	1 mark	<b>2</b>
		Significance	1 mark	
	iii.	Credit process for farmers.		<b>5</b>
		(Explanation properly) 5 Points	(1 mark*5)	
	OR	iv.		
		Explain principles of credit analysis of 4 R's and 3C's of credits.		<b>5</b>
		(As per answer)	5 marks	
Q.3	i.	Meaning	0.5 mark	<b>1</b>
		Definition	0.5 mark	
	ii.	Difference (3 Points)	(1 mark*3)	<b>3</b>
	iii.	Role of commercial banks for agricultural finance in present economic situation (Describe well)(4 Points)	(1 mark*4)	<b>4</b>

OR	iv.	Financial characteristics of institutions that make loans to farmers		<b>4</b>
		(8 Points)	(0.5 mark*8)	
Q.4	i.	Meaning	1 mark	<b>2</b>
		Example	1 mark	
	ii.	Functions of RBI	3 marks	<b>6</b>
		Functions of NABARD.	3 marks	
OR	iii.	What should be done to reduce rural indebtedness?		<b>6</b>
		(12 Points)	(0.5 mark*12)	
Q.5	i.	Project report	0.5 mark	<b>2</b>
		Content.	1.5 mark	
	ii.	Define role of cooperative development for betterment of agriculture. (0.5 mark for each point)	(0.5 mark*4)	<b>2</b>
	iii.	SWOT analysis	(1 mark*4)	<b>4</b>
OR	iv.	Principles of cooperation.	(1 mark*4)	<b>4</b>
Q.6		Attempt any two:		
	i.	Write short note on:		<b>4</b>
		(a) Marketing cooperatives	2 marks	
		(b) Multi Purpose Cooperatives	2 marks	
	ii.	ICA	2 marks	<b>4</b>
		NCUI	2 marks	
	iii.	NCDC	2 marks	<b>4</b>
		NAFED	2 marks	

\*\*\*\*\*