



NATIONAL OPEN UNIVERSITY OF NIGERIA
14/16, AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES
SEPTEMBER/OCTOBER 2015 EXAMINATION

Course Code: COP416 **Credit Unit:** 2
Course Title: Cooperative Accounting
Time Allowed: 2 Hours

Instructions:

1. Attempt question number one (1) and any other two (2).
2. Question number 1 is compulsory and carries 30 marks while the other 2 carry 20 marks each.
3. Present all your points in coherent and orderly manner.

1.(a) Examine the differences and similarities between Accounting and Cooperative Accounting. (5 marks)

(b) Under the different sub-heads, highlight the various reports in Cooperative Accounting. (25 marks)

2. (a) What is Bank Reconciliation Statement? (5 marks)

(b) On 31 July, 2004, Adekunle Ajani received a bank statement which showed a balance of N198,000 whereas the bank column of the cash book showed a balance of N140,000. After comparing the entries in both, the following items were revealed as accounting for the difference:

29 July 2004	Dividend received from ABC Ltd. credited by bank not yet recorded in the cash book amounts to N16,000.
30 July 2004	Payment of N10,000 by standing order not yet recorded in the cash book.
30 July 2004	Transfer charges (N300) and bank commission (N700) not yet recorded in the cash book.
31 July 2004	Interest of N24,000 credited by bank not yet entered into the cash book.
31 July 2004	Cheque Nos. 311, 316 and 317 in favour S. Kasali, John Dans and Dennis Kay for N6,000, N16,000 and N7,000 respectively, have not been presented for payment.

You are required to prepare a bank reconciliation statement. (15 marks)

3. (a) Discuss the 'Accounting Conventions'. (6 marks)
- (b) What are 'Subsidiary Books' in Accounting? (3 marks)
- (c) Mention and explain five (5) subsidiary books normally used in accounting. (5 marks)

- (d) Explain 'Contra entry' in Bookkeeping. (3 marks)
 (e) Explain the Imprest system? (3 marks)

4. (a) What is 'Financial Statement'? (3 marks)
 (b) Discuss the main components of the Financial Statement. (10 marks)
 (c) Discuss the features of Non-Profit Organizations. (7 marks)

5. The following are extracted from the trial balance of Headway Nigeria Limited, a manufacturing concern, in respect of the year ended 30th September, 2009:

	N
Opening stock:	
Raw materials	12,500
Work-in-progress	8,600
Finished goods	14,800
Purchase of raw materials	68,200
Carriage inwards	3,410
Factory wages	18,390
Rent of factory	4,800
Factory general expenses	8,360
Salaries of factory supervisors	8,740
Salaries of salesmen and office staff	22,570
Rent of office	5,400
Insurance of factory equipment	2,840
Bad debts	960
Office general expenses	12,930
Depreciation:	
Factory equipment	16,280
Office and distribution equipment	14,880
Sales less returns	215,000
Power and lighting (factory)	5,610
Power and lighting (general)	3,200

Closing stocks were valued at the following amounts at year end:

Raw materials	14,480
Work-in-progress	10,250
Finished goods	18,390

Work-in-progress is normally valued in this firm at prime cost plus a portion of factory overheads.

Required:

Prepare the manufacturing, trading, and profit and loss accounts as at end of year. (20 marks)