

Principle of Commerce (English Medium) - 11th Class Principle of Commerce Chapter 8 Short Questions Preparation

Q1. State the liability of members in a cooperative society.

Ans 1: The liability of the members in a cooperative Society is generally limited but in case of agricultural cooperative credit societies, the liability of the members is unlimited.

Q2. How does a cooperative society play its role in the economic development of a country.

Ans 1: Cooperative society is one type of the business units. It also contributes toward the economic development by increasing output and providing employment etc. In the presence of cooperative societies, the balanced growth of country is possible.

Q3. Write down the demerits of a cooperative society.

Ans 1: i- Less finance. ii- inefficient management.

Ans 2: iii- Absence of discipline iv- Unlimited liability

Ans 3: v- Lack of legal governance vi - Lack of secrecy

Q4. Write down the merits of a cooperative society.

Ans 1: i - Elimination of middlemen ii- Promotion in savings

Ans 2: iii- Better standard of living iv- Equal distribution of wealth

Ans 3: v- Less prices for members vi- More employment

Q5. What is meant by producers cooperative society.

Ans 1: This society is formed by small workers, industrialists and crafts men. The membership is limited to the producers of specific goods. All the necessary activities like production, management and marketing are performed by members themselves.

Q6. What are the objectives of a cooperative society.

Ans 1: i- Sale of goods at reasonable price

Ans 2: ii- Elimination of middleman iii- Increase in saving and capital

Ans 3: iv- Mutual cooperation vi- Issuance of lona at low rate of interest.

Q7. State the important features of cooperative society.

Ans 1: i- Voluntary membership

Ans 2: ii- Voluntary registration

Ans 3: iii- Elected managment. iv- One vote right

Ans 4: v- Speciff objeives vi- Cash transactions.

Q8. List down any five kinds of co -operative society.

Ans 1: i- Producer's cooperative society.

Ans 2: ii- Consumer's cooperative society

Ans 3: iii- Marketing cooperative society

Ans 4: iv- Insurance cooperative society.

Ans 5: v- Housing cooperative society.

Q9. How does the membership of a co operative society attained.

Ans 1: Teh memebership of society is open for all abdult persons. for this purpse, the purchase of one share is sufficient.

Q10. Define cooperative society.

Ans 1: Cooperative society is formed for the promotion of thrift, self help and mutual aid among agriculturists and other persons with common economic, needs so as to bring about better living, better business and better methods of production and for that purpose to consolidate sources.
