

## APPENDIX I

### BY-LAWS

#### OF THE SEKINCHAN LOONG YIP

#### CO-OPERATIVE RICE MILL SOCIETY LIMITED

Name and  
registered  
office.

1. The society shall be called The Sekinchan Loong Yip Co-operative Rice Mill Society, Limited. It is registered under the Co-operative Societies Enactment (Ordinance), 1948. The registered office of the society shall be at care of Sekinchan Post Office. In the event of any change in the situation of the registered office, notice of such change shall be sent to the Registrar.

Interpretation.

2. "Lot" means the whole of the land comprised in any one document of title, the whole or part of which land is planted with padi.

3. "Individual holding" means and includes all the lots registered solely in the name of any single individual.

4. "Joint holding" means and includes with reference to two or more persons all the lots registered jointly in the names of such persons.

5. "The area of padi under cultivation shall be calculated to the nearest rood and in case of any dispute arising between any society and any of its members as to the area of padi under cultivation on any lot or holding the matter shall be referred to the District Officer whose decision shall be final.

6. All other interpretations shall be in accordance with the Co-operative Societies Ordinance in force for the time being.

7. The object of the society is to promote the economic interests of its members by means of business operations in common in accordance with Co-operative principles and with this end in view

- (1) to acquire, purchase and own a site for the erection of all necessary buildings required for the storage and milling of padi;
- (2) to erect and own or purchase and own all necessary buildings required for the storage and milling of padi;
- (3) to purchase and own all equipment necessary for the milling of padi;
- (4) to mill padi;
- (5) to purchase padi from members and non-members to be milled into rice and by-products;
- (6) to arrange for the sale of padi, rice and by-products;
- (7) to disseminate a knowledge of the principles of the cultivation and milling of padi;
- (8) to encourage education among members in respect of all field and mill operations;
- (9) to improve on the methods of cultivation of padi;
- (10) to hold lectures and demonstrations on padi planting;

- (11) to purchase padi and sell;
- (12) to encourage in members the spirit and practice of co-operation and self-help;
- (13) to do all such other acts as are conducive or incidental to the attainment of the above objects.

The society may from time to time draw up regulations with the approval of the Registrar in respect of any of the above matters.

8. Any resident of Sekinchan, irrespective of race, shall be eligible to become members of the Society provided that he must (i) own land cultivated with padi or (ii) occupy land cultivated with padi on condition that both the owner and the lessee cannot be members in respect of the same holding.

9. The members shall consist of:-

- (i) individuals who join the application for registration, in accordance with the rule 2 of the Co-operative Societies Ordinance of 1948;
- (ii) individuals admitted in accordance with these by-laws.

10. Every member of the society must be:

- (i) an individual of good character of not less than 18 years of age;
- (ii) the registered owner of not less than three acres of land fully planted with padi within Sekinchan.

11. A minor owner may, if otherwise qualified under 10, become a member of the society and operate through a guardian, recognised by the Committee, who shall also become a member of the society.

Application for  
membership.

12. Every individual desirous of becoming a member shall apply on the form in Schedule B to the Committee of Management, who may elect him as a member or refuse his application without stating any reason for their decisions. Membership shall commence as from the 1st day of a calendar month following the date of his admission.

Appeal.

13. Any individual whose application for membership has been rejected by the Committee of Management shall have a right of appeal to a general meeting of the society. The decision of the Committee shall stand unless more than 50 per cent of the members of the society vote for the individual's admission.

Entrance fee.

14. The owner or owners of any holding will ordinarily be required to pay an entrance fee of one dollar (\$1) in respect of the whole of such holding. The legal heir or nominee of a deceased member, if elected within three months of the death of the member, shall be exempted from the payment of entrance fee. As soon as a member is elected he shall subscribe to such number of shares as these by-laws shall prescribe.

15. For the purpose of the business and management of the society the joint holders of a piece of land shall be considered as one individual. The joint holders shall nominate in writing one of their number to represent them in the society. Failing selection of a representative by the joint holders the society shall retain on deposit all moneys due on account of the joint holding. All acts or omissions of such representative shall be deemed to be the acts and omissions of all the joint holders of that piece of land.

Schedule A.

16. On election, every member shall execute in favour of the society an agreement in the form prescribed in Schedule A.

cessation of  
membership.

17. Membership shall be terminated by:-

- (i) sale or non-cultivation of holding;
- (ii) death or permanent insanity;
- (iii) transfer of all an individual's shares according to these by-laws;
- (iv) withdrawal after 3 months' notice to the Secretary;
- (v) expulsion;
- (vi) bankruptcy.

An expelled member shall only be re-admitted by the vote of two-thirds of the members present and voting at an ordinary general meeting.

transfer of  
shares.

18. The shares of the Society shall be transferable to members or persons approved for membership.

refund of  
shares.

19. A member may, by giving 3 months' notice in writing subject to the provision of by-law 17 (iv) withdraw his shares held by him in the society. He shall be entitled, on the expiry of his notice and at the end of the working year to receive as the value of his shares not more than what he paid for them nor more than what they are worth as disclosed by the balance sheet at the time his withdrawal takes effect. This by-law is subject to the following provisions:-

- (a) Not more than one-tenth ( $1/10$ ) of the aggregate paid-up share capital as it stands at the end of each working year shall be withdrawable during the subsequent year provided that such withdrawal does not reduce the proportion of the share capital to outside liability to less than half.

(b) The Committee of Management may at any time by resolution suspend the right of withdrawal for the period mentioned therein, but such resolution shall be subject to confirmation at the next General Meeting.

(c) No dividend shall be paid on shares withdrawn before formal declaration of dividends at the end of the year.

Value of Shares.

20. The value of a share shall in no case be more than the sum received by the society in payment thereof.

Disciplinary  
powers of  
Committee.

21. The Committee of Management may fine, suspend or expel a member:

- (i) for any breach of these by-laws, agreement or regulations made thereunder;
- (ii) on account of his bankruptcy or application for bankruptcy;
- (iii) for being in default to the society;
- (iv) for any conduct which may be held to be dishonest or contrary to the stated objects of the society or to the interests of co-operation.

Wills.

22. Every individual shall nominate in writing and in the presence of two witnesses a person (or persons) to whom on his death or insanity any moneys payable to him by the society shall be paid and shall state the proportional share if more than one person is nominated.

Liability.

23. The liability is limited to the nominal value of a member's shares.

24. The liability of a past member for the debts of the society, as they existed at the time when he ceased to be a member, shall continue for a period of two years from the date of his ceasing to be a member.

25. The estate of a deceased member shall be liable for a period of one year from the time of his decease for the debts of the society at the time of his decease.

Capital.

26. The capital shall be composed of:

- (i) an undetermined number of shares of the value of \$10;
- (ii) entrance fees of \$1 for each member;
- (iii) deposits from members;
- (iv) deposits and loans from non-members as sanctioned by the Registrar;
- (v) loans from another Co-operative Society or a Co-operative Bank, subject to the approval of the Registrar;
- (vi) the contribution provided in 29.

Disposal of profits.

27. The working year of the society begins on 1st October and ends on 30th September. At the close of each working year of the society, the actual working expenses shall be deducted from the earnings, and after payment of such audit and supervision fees as may be fixed by the Registrar, the remaining net profits shall be disposed of as shown below:-

Co-operative Societies (Modification) Order

Ref. 353/53  
492/53

"... any society which contributes 2% of its net profits to the Co-operative College of Malaya shall ... be exempted from appropriating to the Reserve Fund an amount equal to the sum contributed to the College."

24. The liability of a past member for the debts of the society, as they existed at the time when he ceased to be a member, shall continue for a period of two years from the date of his ceasing to be a member.

25. The estate of a deceased member shall be liable for a period of one year from the time of his decease for the debts of the society at the time of his decease.

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- (1) twenty-five per cent shall be credited to the Reserve Fund until such time as the Registrar may vary the amount in accordance with his powers under Sec. 54 of the Co-operative Societies Ordinance 1948;



(ii) A dividend of 6% or such greater rate as the Registrar may sanction in accordance with his powers under Rule 17 of the Rules made under the Co-operative Societies Ordinance;

(iii) A rebate may be paid on the amount of padi milled and/or sold throughout the year by the members.

(iv) Gratuity may be paid to the employees.

(v) A building fund may be created.

(vi) Any other fund approved by the Registrar of Co-operative Societies may be created.

Maximum Share.

28. No individual may hold more than one-fifth of the share capital of the society.

Paid-up shares.

29. Shareholders shall be credited with the amount of their paid-up capital in the Register of the Society.

#### REPRESENTATION

Signature of documents.

30. All receipts and cheques shall be signed by the Secretary or Treasurer and the Chairman. All documents creating a charge or obligation on the society shall be signed by the Secretary, the Treasurer and the Chairman and two committee members and so signed shall bind the society. All documents, other than those mentioned, may be signed by the Secretary, the Treasurer or the manager as the Committee may direct.

General meetings.

31. The supreme authority shall be vested in the general meeting at which all members are entitled to be present and if not in default to the society, to vote.

32. General meetings shall be of two kinds - ordinary and extraordinary. In the case

of ordinary general meetings all members shall receive not less than seven days, and in the case of extraordinary general meetings, not less than fifteen days' notice of the holding of such meeting.

Ordinary.

33. An ordinary general meeting shall be held at the time of the annual audit or as soon after as may be found practicable.

Extraordinary.

34. Extraordinary general meetings shall be held when summoned by the Registrar or the President or the Chairman, or the Committee of their own motion or at the written request of not less than six members.

Quorum.

35. The presence of at least 10 per cent of the total membership or 20 members, whichever be the less, shall be necessary for the disposal of any business at all general meetings.

Matters dealt with by general meetings.

36. The following among other matters shall be dealt with by the general meeting:

- (1) the election, suspension, and removal of members of the Committee of Management, including a President and one or more Vice-Presidents;
- (2) the consideration of the annual statement of accounts and audited balance sheet and of the auditor's report and the inspection notes and orders of the Registrar;
- (3) the variation of and disposal of the contribution and surplus provided in by-law 27;
- (4) the confirmation of the action taken by the Committee of Management under by-law 21;
- (5) the fixing, subject to the approval of the Registrar, of the maximum liability to be incurred by the society during the following year;

- (6) the determination of the area of operations of the society;
- (7) any complaint which an individual member may prefer against the Committee of Management;
- (8) the amendment or repeal of any existing by-law or the Enactment of any new by-law.

37. At all meetings all questions, for which no special procedure is laid down, shall be decided by a majority of votes. The Chairman shall have no casting vote. Each individual member present at the meeting shall be entitled to one vote only except when acting as proxy or representative. No member shall vote in any meeting upon a matter in which he is personally and individually interested. No member in default to the society shall be entitled to vote.

38. A female member may appoint in writing another member as her proxy for any meeting but the proxy must be attested by a member of Committee. A member absent from the State may appoint in writing another member to represent him and vote on his behalf. No member may act as proxy or representative for more than two members.

39. The society shall appoint, with the approval of the Registrar, a President and one or more Vice-Presidents who shall exercise a general supervision over the business. They shall be entitled to attend all meetings and to vote but shall not be required to take shares in the society or to bear any financial responsibility.

40. The President, a Vice-President, the Chairman of Committee or, in their absence, a member elected by those present shall take the chair at a general meeting. All business discussed or decided at a general meeting shall be recorded in a minute book and shall be signed as correct by the Chairman.

Committee of  
Management.

41. The Committee of Management shall consist of at least five individual members of over 21 years. The members shall be elected for one year and shall be eligible for re-election. In the case of the decease, withdrawal, illness, resignation, inability to fulfil duties or transfer of any member of the Committee, the remaining members of the Committee shall have power to appoint a new member to take his place till the next general meeting.

Cessation of  
membership of  
Committee.

42. A member of Committee shall cease to hold office if he:

- (1) sells his holding or fails to cultivate his holdings;
- (2) is made or applies to be made a bankrupt;
- (3) becomes of unsound mind;
- (4) is convicted of any offence involving dishonesty or is imprisoned for three months;
- (5) fails to attend three consecutive meetings of the Committee, without furnishing satisfactory reasons. This however shall not apply to President or Vice-Presidents;
- (6) ceases to be a member of the society.

Meetings and  
quorum.

43. Meetings of the Committee shall be held at least once a month. The attendance of at least five members shall be required for the disposal of any business. The President or a Vice-President or the Chairman or, in their absence, one of the members shall preside.

44. The Committee of Management shall exercise all the powers of the society except those reserved for the general meeting, subject to any regulation or restriction duly laid down by the society in a general meeting or in the by-laws, and in particular shall have the following powers

**and duties:**

- (1) to elect a Chairman and to appoint sub-committees;**
- (2) to observe in all their transactions the Co-operative Societies Ordinance, the rules thereunder and these by-laws;**
- (3) to maintain true and accurate accounts of all moneys received and expended and all stock bought and sold;**
- (4) to keep a true account of the assets and liabilities of the society;**
- (5) to prepare and lay before the general meeting a report, statement of accounts and a balance sheet;**
- (6) to examine the accounts, sanction contingent expenditure and supervise the maintenance of the prescribed registers;**
- (7) to consider the inspection notes and orders of the Registrar and take necessary action;**
- (8) to elect new members;**
- (9) to summon extraordinary general meetings in accordance with by-law 36;**
- (10) to contract loans and receive deposits subject to any restriction imposed by the general meeting or by the Registrar;**
- (11) to obtain from the appropriate authority licences as may be necessary to comply with the provisions of any ordinance in force for the time being;**

- (12) to decide the terms on which the padi shall be received from members and the terms on which the milled product shall be sold;
- (13) to decide the terms on which the agricultural requisites of members shall be bought and sold;
- (14) to decide the terms, the periods, and the rate of interest at which deposits are to be received and to arrange for the payment or return of deposits;
- (15) to arrange for the safe custody of all produce, stock and cash belonging to the society;
- (16) to supervise the periodic distribution of cash to members;
- (17) to arrange for monthly check by sub-committee of the books of stocks and accounts;
- (18) to arrange for insurance of stocks and property;
- (19) to assist the inspection and audit of the books of the society by any person authorized to see them;
- (20) to appoint, suspend or dismiss such salaried-employees as may be necessary and to determine from time to time their duties and hours of attendance at the places of business, and take adequate security from them;
- (21) to watch for and guard against adulteration of the produce sold through the society and evasion of the duty of members to sell through the society;
- (22) through any member or officer or

employee of the society of any person specially authorised to institute, conduct, defend, compromise, refer to arbitration or abandon legal proceedings by or against the society or Committee of Management or officers or employees concerning the affairs of the society;

- (23) to draw up and enforce rules, subject to the direction of the general meeting, regarding the delivery and milling of padi of the members, the times and manner of making payments.

Responsibility  
of Committee.

45. In their conduct of the affairs of the society, the Committee shall exercise the prudence and diligence of ordinary men of business and shall be responsible for any loss sustained through acts contrary to the Co-operative Societies Enactment, the rules thereunder and these by-laws.

minutes.

46. All business discussed or decided at a meeting of the Committee of Management shall be recorded in a minute book which shall be signed by the Chairman of the meeting and at least one of the members of Committee present.

Secretary and  
Treasurer.

47. The Committee shall appoint a Secretary and Treasurer and may require them to give such security as it deems sufficient.

Powers and  
duties of  
Secretary and  
Treasurer.

48. The powers and duties of the Secretary and Treasurer shall be as follows:

#### SECRETARY

- (i) to superintend the working of the office and be responsible for the proper and punctual maintenance of accounts;
- (ii) to maintain correctly and up-to-date the register of

members, the share list, and the list of persons nominated under by-law 22 and other records of the society;

- (iii) to buy and sell agricultural requisites as directed by the Committee;
- (iv) to sign on behalf of the society and conduct its correspondence;
- (v) to summon and attend general meetings and meetings of the Committee;
- (vi) to certify in conjunction with the Chairman, copies of entries in the society's books (Co-operative Societies Ordinance - Section 20);
- (vii) generally to conduct the current business of the society and to perform the duties entrusted to him by the Committee.

#### T R E A S U R E R

- (i) to receive deposits, loans, etc., and money due to the society and to issue receipts as prescribed by the Committee;
- (ii) to pay money due from the society;
- (iii) to incur contingent expenditure subject to the authority of the Committee;
- (iv) to keep in hand a sum not exceeding \$            and to pay the rest into a bank selected by the Committee and approved by the Registrar.

49. The Secretary and Treasurer may or may not be paid officials of the society.



Provided that if paid they shall not be members of the Committee of Management.

50. The Committee shall appoint and may remove all employees of the society and fix their salaries, and shall take from them adequate security as approved by the Registrar.

Inspection of documents.

51. The registers and papers of the society shall be open to the inspection of any one interested in the funds except that no one shall be allowed to see the deposit account of any person without that person's consent in writing.

Binding rule of society.

52. The society shall inform members from time to time of the amount which they should deliver at mill and the times and condition governing such delivery.

Binding rule on members.

53. On and after the date upon which the society shall have commenced its business, of which the Committee shall give due notice, every member shall be bound to offer to the society all padi derived from the whole of his holdings within the area of operations of the society, except such as may be required for his personal use of his family and dependents.

Any member committing a breach of this by-law shall pay to the society a sum of 25 per cent of the current price of padi for every picul disposed of elsewhere.

The current price of padi shall be understood to be the price notified from time to time in the Government Gazette.

Exemption.

54. The society and its members respectively shall be temporarily absolved from the obligations imposed by by-laws 52 and 53 in the event of the society being brought to a partial or complete standstill by accident or by any other cause over which the society and its members can exercise no control.

## GENERAL PROVISIONS

Set-off.

55. Any money due on any account from the society to a member or past member, or person claiming through him may be set-off in payment of any sum which he owes to the society or for which he stands surety to the society.

Land and  
buildings  
and insurance.

56. The society may build such offices, sheds and godowns as may be necessary to carry out its stated objects and may acquire land for this purpose, and shall insure all buildings and stocks in an insurance company approved by the Registrar.

Regulations by  
Committee.

57. Every member shall be bound by the regulations or instructions of the Committee of Management as to the times, qualities, quantities and places of delivery of his padi for milling and sale by the society.

Settlement.

58. The accounts of the society shall be made up at the end of every month or other period when all the padi milled in during the period has been sold and the average price per picul received for the padi sold by the society during the month shall be calculated. After deduction of working expenses and such other sums as the Committee, subject to any resolution of the general meeting shall decide, the balance shall be paid to the members in proportion to the amount of padi delivered to the society and milled and sold.

Union.

59. The society may for the furtherance of its objects become a member of other co-operative societies with limited liability in the States of Malaya.

Reserve Fund.

60. The reserve fund is indivisible and no member is entitled to claim a specified share in it. It shall be invested in accordance with Section 33 of the Co-operative Societies Ordinance. It may be employed to cover unforeseen losses, to meet unforeseen charges, and

to provide security for the society's contracts.

**Disputes.**

61. Any disputes concerning these by-laws or the business of the society shall be dealt with as prescribed by the Co-operative Societies Enactment and the rules thereunder.

**Liquidation.**

62. The society shall be liquidated only by the order of the Registrar in accordance with the Co-operative Societies Enactment and the rules thereunder.

**Disposal of reserve fund.**

63. After discharging the liabilities of the society and repaying the capital, the reserve fund may be applied to such object of local and public utility as may be selected by the Committee and approved by the Registrar. If within three months of the dissolution of the society the Committee fails to select an object that is approved by the Registrar, the latter shall have the balance of the reserve fund deposited in a bank until a new co-operative society with similar area of operation is registered, in which case it shall be credited to the reserve fund of the new society.

**Amendment of by-laws.**

64. These by-laws are supplementary to the provisions of the Co-operative Societies Ordinance and rules thereunder and the society shall be guided by the Ordinance, rules and these by-laws read together. No alteration of these by-laws shall have effect until it has been passed by a majority at a meeting with a quorum as provided in the rules, and until it has been registered by the Registrar.

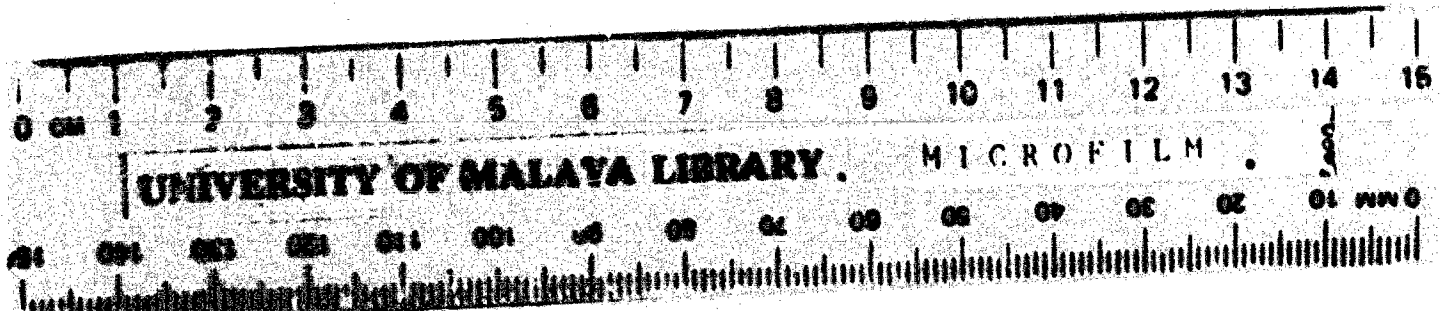
**Books and registers.**

65. The following books shall be kept or such other books as may be prescribed by the Committee of Management with the Registrar's consent:-

- (1) List of members showing name, address and occupation of every member, the number and paid up value of the shares

held by him, the date of admissions to membership and the nominee appointed under by-law 22;

- (2) Minute books showing the proceedings of general and Committee Meetings;
  - (3) Inspection book;
  - (4) Daily deliveries books;
  - (5) Receipt Book for deliveries;
  - (6) Rubber stock book;
  - (7) Cash book;
  - (8) general monthly accounts;
  - (9) cash distribution book;
  - (10) monthly pay roll register.
- 



## APPENDIX II

### SCHEDULE "A"

This agreement made the ..... day of ..... 19.. between ..... of ..... (hereinafter called the member) of the one part and ..... Co-operative Rice Mill Society, Limited (hereinafter called the society) of the other part registered under the Co-operative Societies Ordinance 1948.

Whereas the by-laws of the society provide that each member of the society shall enter into a contract with the society in accordance with by-law Nos. 11 and 53.

And whereas the joint holders of the holding(s) enumerated below and named ..... have nominated ..... to be their representative under by-law 15.

Now this agreement witnesseth that in pursuance of the said by-laws and in consideration of the mutual covenants hereinafter contained on the part of the member and the society respectively it is hereby mutually agreed and covenanted by and between the member and the society as follows - that is to say,

1. The member hereby covenants with the society that from such date as shall be fixed by the Committee, the member shall offer to the society all padi derived from the whole of his holdings within the area of operations of the society, and shall not sell, or otherwise dispose of, any such padi to any company, society or person other than the society, without the written consent of the Committee provided that such member may retain such padi as may be required for his personal use and the use of his family and dependents.
2. The society hereby covenants with the member that the member shall at all reasonable times have access to all books and accounts belonging to the society relating to the purchase, production, sales, consignments, and cash distri-

butions by the society.

3. It is hereby mutually agreed and declared as follows that in the event of the member selling or disposing of any padi in contravention of the terms of these presents, the member shall forthwith pay to the society, by way of liquidated damages and not as a penalty a sum equal to 25 per cent of the current price of padi per picul for every pound disposed of elsewhere. The current price of padi shall be understood to be the price notified from time to time in the Government Gazette.
4. And it is further hereby agreed that this agreement is binding upon the member, his heirs, executors and assigns in respect of the member's holding(s) as enumerated below:

In witness whereof the seal of the society is hereto attached by the resolution of the Committee dated the ..... day of 19...

Witnesses .....

Witnesses .....

(seal)

.....  
Member's Signature.

# APPENDIX III

TABLE 1

## MONTHLY MILLING VOLUMES OF THE LOONG YIP CO-OPERATIVE RICE MILL SOCIETY FOR 1965

Month	Amount of Padi Milled (Piculs)
January . . . . .	987.08
February . . . . .	408.54
March . . . . .	874.90
April . . . . .	831.12
May . . . . .	896.60
June . . . . .	811.16
July . . . . .	742.07
August . . . . .	775.48
September . . . . .	824.02
October . . . . .	679.24
November . . . . .	879.44
December . . . . .	967.43

Source: Milling Day Journal of the Society, 1965.

**TABLE 2**

**MONTHLY BRAN SALES BY THE LOONG YIP  
CO-OPERATIVE RICE MILL SOCIETY IN 1965**

<b>Month</b>	<b>Amount of Bran Sold (Piculs)</b>
<b>January . . . . .</b>	<b>397.70</b>
<b>February . . . . .</b>	<b>174.23</b>
<b>March . . . . .</b>	<b>368.35</b>
<b>April . . . . .</b>	<b>308.39</b>
<b>May . . . . .</b>	<b>354.84</b>
<b>June . . . . .</b>	<b>324.01</b>
<b>July . . . . .</b>	<b>300.57</b>
<b>August . . . . .</b>	<b>307.14</b>
<b>September . . . . .</b>	<b>321.89</b>
<b>October . . . . .</b>	<b>249.01</b>
<b>November . . . . .</b>	<b>322.02</b>
<b>December . . . . .</b>	<b>404.56</b>

**Source: Bran Sales Journal of the Society, 1965.**



## **APPENDIX IV**

### **FEDERAL AGRICULTURAL MARKETING AUTHORITY ACT, 1965**

#### **(Section 4)**

**G.N. No. 2887**

#### **NOTICE**

**The Federal Agricultural Marketing Authority proposes the marketing scheme set out in the Schedule hereto.**

#### **SCHEDULE**

**1. (1) This scheme may be cited as the Padi and Rice (Tanjong Karang) Marketing Scheme and shall have application in the districts of Kuala Selangor and Sabak Bernam, in the State of Selangor.**

**(2) This scheme shall come into force on the 1st day of October, 1966.**

**2. This scheme shall be controlled and managed by the Padi and Rice Marketing Board (hereinafter referred to as "the Board") established under section 6 of the Federal Agricultural Marketing Authority Act, 1965.**

**3. No person other than the Board and any agent of the Board in that behalf shall purchase any padi in the district or districts to which this scheme applies.**

**4. (1) Subject to the provisions of this scheme and the Act, the Board or any of its officers authorized in that behalf may issue a licence to any person appointed as Agent and such a person shall be required to pay a deposit of \$1,000.**

(2) Any licence issued under paragraph 4 (1) may be subject to such terms and conditions as may be imposed by the Board; and person to whom a licence has been issued and who commits a breach of any such terms and conditions or contravenes any provisions of this scheme shall without prejudice to any other provisions of this scheme be liable to have the licence cancelled and upon such cancellation the deposit referred to in paragraph 4 (1) shall be forfeited to the Board.

(3) A licence as aforesaid shall subject to paragraph (2) have effect for a period of one year but may from time to time be renewed.

(4) There shall be paid to the Board in respect of every licence issued or renewed a fee of \$100.

5. No person shall be licensed as an agent of the Board unless he agrees to abide by all rules, regulations and conditions which the Board may impose from time to time.

6. (1) No person licensed as an agent of the Board shall purchase any padi at a price lower than that fixed by the Board in respect of the grade in question.

(2) In fixing the price at which padi may be purchased, the Board shall take into account such deductions as may be necessary by reason of the moisture or extraneous content and grade of padi.

(3) All purchases shall be made by weight and not by volume.

(4) No purchases shall be made by a person licensed as an agent of the Board outside the premises specified in his licence; and all purchases shall be evidenced by receipts containing the following particulars:

- (i) the name of the person from whom the purchase is made;
- (ii) the gross weight of the padi purchased;
- (iii) a detailed statement of the deductions made from the prices payable in respect of the purchase;

(iv) the net weight and price of the total value paid for the purchase; and

(v) any other particulars as may be prescribed by the Board.

7. All purchases made shall be paid in full in cash upon completion of the purchase.

8. Every person licensed as an agent of the Board shall be entitled to receive such commission as the Board deems fit in respect of the amount of padi purchased by him and delivered to the Board; but such commission may be varied by the Board from time to time.

9. Any person licensed as an agent of the Board shall, where the circumstances justify, be eligible to be assisted by the Board financially or otherwise.

10. Any person licensed as an agent of the Board shall not dispose of any padi purchased by him except to the Board or otherwise than in accordance with the instructions and directions given by the Board.

11. (1) No person shall without a permit of the Board move more than five piculs of padi or rice from one place (whether within or without the areas to which this scheme applies) to another place within the said areas.

(2) A permit mentioned under sub-paragraph (1) shall be issued without the payment of any fee, upon an application in that behalf being made to the Board.

(3) A permit may be issued subject to such terms and conditions as the Board may impose (whether generally or in any particular case).

12. Any person contravening the provision of this scheme or the terms and conditions of any licence or permit issued under this scheme shall be guilty of an offence and shall on conviction be liable to a fine of five hundred dollars.

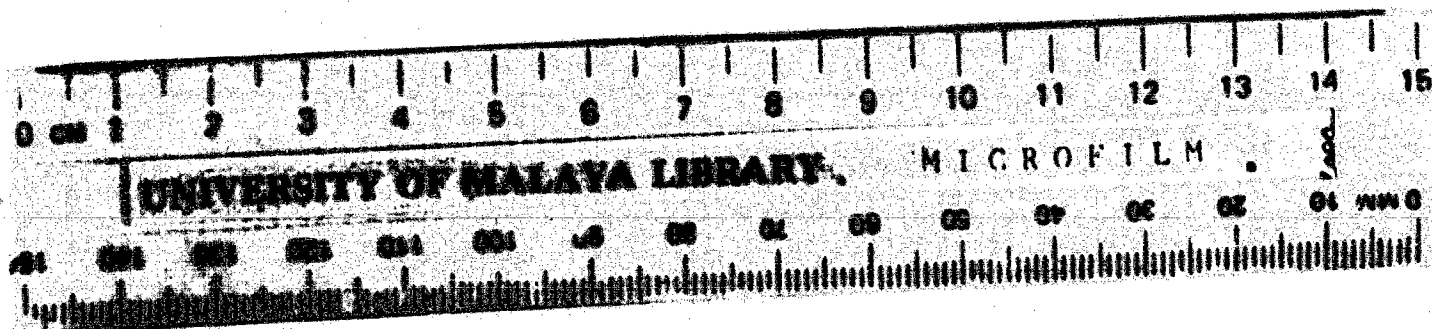
13. Until the 1st day of January, 1967, any licence to purchase padi issued by any lawful authority shall, unless

such licence is sooner cancelled and subject to the provisions of this scheme be deemed to have been issued under this scheme.

Made the 7th day of July, 1966.

A. AZIZ YASSIN,  
Deputy Chairman,  
Federal Agricultural Marketing  
Authority.

HANAFIAH HUSSAIN,  
Chairman,  
Federal Agricultural Marketing  
Authority.



**APPENDIX V**

**FINANCIAL STATEMENTS OF THE SEKINCHAN**

**LOONG YIP CO-OPERATIVE RICE MILL**

**SOCIETY LIMITED FOR THE YEAR**

**ENDED 30TH SEPTEMBER, 1965**

THE SEKINCHAN LOONG YIP CO-OPERATIVE RICE MILL SOCIETY, LTD.

MILLING ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER, 1965

To:

By:

Opening Stock

Milling Charges  
Received

8,457.25

Salaries and  
Allowances

16,242.05

Workmen's Compensa-  
tion Insurance

96.60

Water Rates

33.00

Fuel and Oil

1,278.95

Spare Parts

261.70

Machinery Inspection  
Fee

20.00

Repairs

260.95

Provision for Claim  
on Gunny Sacks

2,158.80

Gross Profit  
Transferred to  
General Profit &  
Loss Account

10,147.27

331,096.15  
=====

331,096.15  
=====

THE SEKINCHAN LOONG YIP CO-OPERATIVE RICE MILL SOCIETY, LTD.

PADI ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER, 1965

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To:

Opening Stock of Gunny Sacks	480.00
Opening Stock of Padi	1,491.75
Padi Purchases	625,313.20
Gunny Sacks Purchased	1,920.60
Handling Charges	3,834.04
Salaries and Allowances	3,387.30
Travelling Expenses and Transport Charges	1,150.00
Mending Gunny Sacks	54.00
Provision for Claim of Gunny Sacks	1,079.40
Gross Profit Transferred to General Profit & Loss Account	4,566.90

\$643,277.09  
-----

By:

Padi Sales	637,526.89
Sale of Gunny Sacks	2,452.60
Closing Stock of Padi	3,297.60

\$643,277.09  
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THE SEKINCHAN LOONG YIP CO-OPERATIVE RICE MILL SOCIETY, LTD.

GENERAL PROFIT AND LOSS ACCOUNT FOR THE YEAR  
ENDED 30TH SEPTEMBER, 1965.

To:		By:	
Audit Fee	400.00	Gross Profit	
Printing and Stationery	310.95	Transferred from Padi Account	4,566.90
Telephone	476.60	Gross Profit	
Miscellaneous Expenses	1,651.60	Transferred from Milling Account	10,147.27
Quit Rent, Assessment, etc.	276.00	Telephone Charges Received	20.85
Depreciation	1,539.25	Rent Received	2,400.00
Sundry Allowances	248.75	Savings Bank Interest	21.09
Balance being Net Profit to Profit and Loss Appropriation Account	12,252.96		
	<u>\$17,156.11</u>		<u>\$17,156.11</u>
	-----		-----



# PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER, 1965

To:	By:
Statutory Reserve Fund 25% of Net Profit for year ended 30th September, 1964	Balance ( 30.9.64 Brought forward ) 15,610.33
Co-operative College Contribution 20% of Net Profit for year ended 30th September, 1964	Net Profit for year ended 30th September, 1965 12,252.96
Dividend - 6% for the year 1964	
Rebates on Patronage for 1964 - Milling \$ 1,816.42 Padi \$ 2,006.07	
Honoraria to Committee - 1964	
Bonus to Employees - 1964	
Sundry Allowances (1.10.63 to 30.9.64)	
General Reserve Fund	
Welfare Fund	
Balance carried forward to Balance Sheet	
	\$ 27,863.29

THE SEKINCHAN LOONG YIP CO-OPERATIVE RICE MILL SOCIETY, LIMITED.

BALANCE SHEET AS AT 30TH SEPTEMBER, 1965

Stockholders' Equity & Other Liabilities

Share Capital

As at 1.10.1964 \$23,210.00  
Addition during year 100.00  
23,310.00  
Less Withdrawals 210.00 \$23,100.00

Reserves

Statutory Reserve Fund \$22,283.99  
Add 23% of 1964 Profits 1,987.46 24,271.45

General Reserve Fund 1,000.00  
Building Fund 3,664.53  
Welfare Fund 565.13  
Dividend Equilization Fund 19.05 \$29,520.16

Unclaimed Dividends and Rebates

Balance as at 1.10.1964 701.55  
Add 6% Dividend for 1964 1,392.60  
Rebates on Patronage 3,822.49 5,215.09

Less Payments 5,916.64

Sundry Creditors & Accrued Charges

Co-operative College Contribution 246.74  
Unclaimed Padi Account 400.00  
Audit Fee 880.00  
Other Charges

Profit and Loss Appropriation Account

Surplus as per annexed statement

Assets

Land and Buildings \$2,274.90  
Less Depreciation 454.98  
Plant and Machinery 709.26  
Less Depreciation 141.85  
Furniture and Fittings 1,099.00  
Less Depreciation 219.80  
Cement Floor 1,773.53  
Less Depreciation 354.71  
Road and Bridges 492.46  
Less Depreciation 98.49

Investments

Land (In Sekinchan New Village 177.00  
Shop Building \$28,875.01  
Less Depreciation 966.25 28,008.76  
Shares in Tanjong Karang Co-operative Milling Union 5,000.00  
Stocks in Hand  
Deposits at Banks (Savings Account)

Cash in Hand and at Bank

Cash in Hand 4,066.24  
Cash at Banks (Current Account) 23,780.55

Debtors

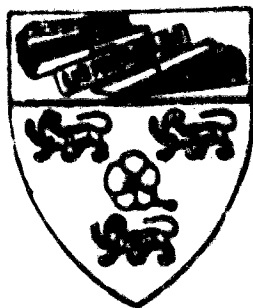
696.15

1,126.74

17,326.28

\$75,727.99

\$75,727.99



# TAMAT

