

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF COMMERCE

BCOP 111: INTRODUCTION TO CO-OPERATIVE MANAGEMENT

STREAMS: BCOM (ODEL)

TIME: 2 HOURS

DAY/DATE: TUESDAY 05/10/2021

11.30 A.M – 1.30 P.M.

INSTRUCTIONS:

- **Answer question ONE and any other TWO questions.**

QUESTION ONE

- (a) Savings and credit co-operatives are popular in many parts of the country. Explain the reasons that maybe influencing many persons to join these types of enterprises. (10 marks)
- (b) Describe characteristics of cooperative societies that provide a distinction from other organizations. (8 marks)
- (c) Explain the merits and demerits of the principle of “open and voluntary membership” as applied in cooperative societies. (12 marks)

QUESTION TWO

- (a) Some agricultural cooperatives have collapsed while others remain dormant. Explain the factors that have contributed to this scenario and suggest member related solutions to this problem. (10 marks)
- (b) Analyse the causes of inadequate funds in some cooperatives and suggest methods that maybe used in non-deposit taking Savings and Cooperatives in order to deal with this problem. (10 marks)

QUESTION THREE

- (a) Describe the role of Sacco Society Regulatory authority in regard to deposit-taking and non-deposit taking Savings and Credit Co-operatives. (10 marks)
- (b) Using examples explain the difference between cooperative financial institutions and other financial institutions. (10 marks)

QUESTION FOUR

- (a) Cooperative societies are largely managed through meetings. Explain the merits and demerits of using this method in making decisions. (12 marks)
 - (b) Explain the bases on which a person maybe denied a loan by a credit committee of a cooperative society. (8 marks)
-