

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF COOPERATIVE MANAGEMENT

BCOP 231: COOPERATIVE AND MICRO FINANCE MANAGEMENT

STREAMS: Y2S1

TIME: 2 HOURS

DAY/DATE: THURSDAY 6/12/2018

11.30 A.M. – 1.30 P.M

INSTRUCTIONS

Answer question one and any other two questions

1.
 - (a) A strategy of cooperative in achieving vision 2030 is ‘Stream Lining and strengthening the management of cooperatives’ Discuss how this strategy can be achieved. [8 marks]
 - (b) Highlight any five principles of cooperatives. [5 marks]
 - (c) Describe the characteristics of the lending technology used by micro finance institutions. [8 marks]
 - (d) One of the features that makes microfinance dominant is flexibility ‘ discuss how this is achieved. [5 marks]
 - (e) Highlight the gap in cooperative in terms of financial service provision to the poor and small scale farmers of businesses. [4marks]
2.
 - (a) Describe the different methods of paying insurance premium. [6 marks]
 - (b) Explain the different alternatives accepted by microfinance institutions to back up loans. [8 marks]
 - (c) Cooperatives obtain capital for their operations from various sources. Describe any three of these sources. [6 marks]
3.
 - (a) Describe the history of micro credit or micro lending. [6 marks]
 - (b) Describe the classification of micro finance participants in Kenya. [8 marks]

(c) Explain some of the major achievements of micro finance in reaching the unbankable. [6 marks]

4. (a) Describe the difference between community based organizations and non governmental organizations. [4 marks]

(b) Discuss the areas regulated by central bank in a micro finance institution. [8

marks]

(c) Explain the techniques used by financial institutions to ensure full loan recovery. [8

marks]
