

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF
COOPERATIVE AND LOGISTICS MANAGEMENT**

BCOP 111: INTRODUCTION TO CO-OPERATIVE MANAGEMENT

STREAMS: BCOP Y1S2

TIME: 2 HOURS

DAY/DATE: FRIDAY 13/12/2019

11.30 A.M. – 1.30 P.M.

INSTRUCTIONS:

- **Answer question ONE (compulsory) and any other TWO.**
- **Don't write anything on the question paper.**

QUESTION ONE (COMPULSORY)

- (a) A group of dairy farmers in your county have shown interest to form a cooperative society. The interim officials of the group who know you as a professional in co-operative movement have approached you to make a presentation to the group members on certain cooperative matters. In your presentation:
- (i) Explain the main features that distinguish cooperative enterprises from other business forms. (7 marks)
 - (ii) Outline the steps the group should follow in the formation of their cooperative society. (8 marks)
 - (iii) Explain the possible objectives of dairy farmers' cooperative society. (5 marks)
- (b) Discuss the principles governing the cooperative society. (10 marks)

QUESTION TWO

- (a) Every cooperative society has a credit committee. Explain the ways in which this committee may influence loan administration of loan defaulters in a cooperative organization. (10 marks)

- (b) Discuss the reasons why individuals prefer borrowing money from a cooperative society. (10 marks)

QUESTION THREE

Cooperative around the world generally operate according to the same core principles and values, adopted by the International Cooperative Alliance (ICA) in 1995. Explain these core principles and set out the functions of this global association to members. (20 marks)

QUESTION FOUR

- (a) Cooperatives by their very nature contribute to the improvement of the living conditions of their members especially the low income earnings segments of the population. Explain the contributions of cooperative movement in national development of a county. (10 marks)
- (b) Discuss the role of SACCO Societies Regulatory Authority (SASRA) in the cooperative movement. (10 marks)
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