

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATIONS FOR THE AWARD OF DEGREE OF BACHELOR
OF COMMERCE

BCOP 111: INTRODUCTION TO COOPERATIVE MANAGEMENT

STREAMS: BCOP (Y1S2) (ODEL)

TIME: 2 HOURS

DAY/DATE: WEDNESDAY 08/8/2018

2.30 P.M. – 4.30 P.M.

INSTRUCTIONS: Answer question ONE and any other TWO questions

QUESTION TWO

- (a) Harambee Sacco has had so many issues in its dealings and operations. The Sacco decided to form a supervisory committee to monitor why the Sacco was not operating well, despite its efforts of coming up with a committee the Sacco continued to experience a lot of problems since their leaders did not operate with integrity. As a result the Sacco was directed to Ethics commission for cooperatives (ECCOS). As a cooperative student discuss the following:
- (i) The role of the supervisory committee that was formed [6 marks]
 - (ii) The role of the ethics commission for cooperatives [6 marks]
 - (iii) Discuss the challenges the harambee Sacco could be facing [8 marks]
- (b) Explain the social economic importance of cooperatives [10 marks]

QUESTION TWO

- (a) Members of the community are interested in joining Sacco's which is one of the cooperative society since they know that cooperative adheres to the values and principles that make their operations efficient. For this reason you have been requested to train the community members on the principles and values of the cooperatives [12 marks]

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- (b) Despite the regulation of the lending rates by the central bank of Kenya to 14%, people still prefer to take loans from Sacco's. Discuss the reasons why [8 marks]

QUESTION THREE

- (a) In a community members resolved to form a company arguing that cooperative society form of business is less beneficial. Using examples critiques this argument [10 marks]
- (b) It is proposed that next years theme for members information day be "leadership and theories of leadership" In relation to this statement explain the issues that may be discussed in during the meeting [10 marks]

QUESTION FOUR

- (a) Describe the services offered by the Apex cooperative society to its members [10 marks]
- (b) The loan lending policy of Sacco's stipulates the conditions necessary for good credit management. As a result Sacco's are required to follow the universally recognized principles before lending the credit. Discuss these principles [10 marks]
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