

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF COOPERATIVE MANAGEMENT

BCOP 202: COOPERATIVE LAW I

STREAMS: Y2S2

TIME: 2 HOURS

DAY/DATE: TUESDAY 10/04/2018

8.30 A.M – 10.30 A.M

INSTRUCTION:

- **Answer question one and any other two**
 - **Do not write on the question paper**
1. (a) Any contractual transactions with customer and cooperative societies must also fulfill rules required for valid contract. Describe such rules. [10marks]
 - (b) Describe the main sources of cooperative law in Kenya. [14marks]
 - (c) Under section 12 of cooperative societies act provides provisions for registration of cooperatives. Highlight the legal implication of registering the entity. [6marks]
 2. (a) Explain any five duties and five rights of members of cooperative societies. [10marks]
 - (b) Rule 23 of cooperative societies provides that in every year a cooperative society must call an annual general meeting for its members. Explain matters to be transacted in such a meeting. [8marks]
 3. (a) Section 28 (4) of the act describes the qualifications and disqualification of a person to be a member of management committee . Briefly explain the persons disqualified to hold such positions. [10marks]
 - (b) Describe the procedures of conducting inquiries that are recommended by the commissioner of cooperatives for better management and controls. [10marks]

4. (a) Matunda and Masiwa cooperative societies have proposed an intension to amalgamate into one big cooperative society for effective competition. Describe the necessary steps they can follow to achieve this objective as stipulated in cooperative act. [12marks]
- (b) Outline the main sources of funds for cooperative societies as stipulated in by- laws. [8marks]
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