

CHUKA



UNIVERSITY

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UNIVERSITY EXAMINATIONS

SPECIAL/RESIST EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE  
OF BACHELOR OF COMMERCE

**BCOP 202: COOPERATIVE LAW**

**STREAMS: BCOM**

**TIME: 2 HOURS**

**DAY/DATE: THURSDAY 19/11/2020**

**2.30 P.M. – 4.30 P.M.**

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**INSTRUCTIONS:**

**QUESTION ONE**

- a) In cooperative business transactions both client, operations employees and managers of the cooperatives must be aware that any contracts they enter into should be valid, otherwise it can be declared a null and void or invalid contracts, thus causing damages to either or all the parties. With illustrative examples describe the rules of valid contracts in cooperative societies. (12 marks)
- b) The Farmers of Nkubu Welfare Association have decided to convert their welfare into a cooperative society and register it with commissioner of cooperatives. Now they have approached you for advice.
  - i. Explain to them giving reasons and advantages of registering a cooperative with the commissioner. (8 marks)
  - ii. Describe to them the procedures of registration as per the laws of Kenya (10 marks)

**QUESTION TWO**

## BCOP 202

- a. Distinguish between the cooperative societies act and cooperative societies rules. (6 marks)
- b. Describe the scope of operations and importance of cooperative societies rules in the management of cooperatives in Kenya (14 marks)

### QUESTION THREE

- a) In reference to cooperative societies act briefly explain the provisions available for solving disputes in cooperatives in Kenya. (10 marks)
- b) Describe the sources of cooperative law in Kenya (10 marks)

### QUESTION FOUR

- a) Describe the standard contents of cooperative law (10 marks)
- b) Describe the various meetings and their main agendas to be held by cooperative societies organizations (10 marks)
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