CHUKA  **UNIVERSITY**

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF AGRIBUSINESS MANAGEMENT AND BACHELOR OF AGRICULTURE ECONOMICS

AGBM 231: AGRICULTURAL CO-OPERATIVE MANAGEMENT AND DEVELOPMENT

STREAMS: AGBM Y2S2 ODEL **TIME: 2 HOURS**

DAY/DATE: FRIDAY 13/12/2024 **8.30 A.M – 10.30 A.M**

INSTRUCTIONS:
Answer Question one and any other three

SECTION A (25 Marks)

QUESTION ONE

i. Enumerate five principles of cooperatives that are applicable in Kenya (5marks)

ii. Discuss two features of cooperatives in Kenya (4marks)

iii. Explain four types of budgets relevant to the in management of cooperatives (8marks)

iv. Explain the four importance of the first general meeting of a cooperative held one month after its formation (8marks)

SECTION B (45 Marks)

QUESTION TWO (15 Marks)

i. Discuss five reasons why some cooperatives have failed to achieve their mandates as outlined in the Cooperative Act in Kenya (10marks)

ii. Elucidate five reasons why applying the *'concern for community'* principle is important in agricultural cooperative management. (5marks)

QUESTION THREE (15 Marks)

i. Enumerate five features that distinguish corporations from cooperatives as forms of business organizations. (5marks)

ii. Explain five roles of members as highlighted in the statutory law and basic legal documents of cooperatives**.** **(**10marks)

QUESTION FOUR (15 Marks)

i. Describe the procedure for starting a cooperative society in Kenya (10marks)

ii. Explain five advantages of a SACCO in a developing country like Kenya (5marks)

QUESTION FIVE (15 Marks)

i. Discuss any five responsibilities of the board of directors in a cooperative society (10marks)

ii. Explain five sources of equity capital in cooperative financing. (5marks)
