



KUYANJANANA Multi Purpose Co-operative Society Ltd.

Registered under the Co-operative Societies Act No. 20 of 1998

Address: House Number 24/09, Bauleni, Lusaka Central, Lusaka, Zambia

MEMBERSHIP AND SHARE PURCHASE AGREEMENT

THIS AGREEMENT is entered into on this _____ day of _____, **2026**

BETWEEN:

KUYANJANANA Multi Purpose Co-operative Society Ltd., a co-operative society registered under the Co-operative Societies Act No. 20 of 1998 (hereinafter referred to as the "**Society**"), represented by its Board of Directors, of the one part;

AND:

FULL NAME: _____

NRC / PASSPORT NO: _____

RESIDENTIAL ADDRESS: _____

POSTAL ADDRESS: _____

PHONE NUMBER: _____

EMAIL: _____

(hereinafter referred to as the "**Member**"), of the other part.

PREAMBLE

WHEREAS:

1. The Society is established as a Savings and Credit Co-operative to mobilize savings, provide affordable credit facilities, and promote financial literacy and mutual economic growth among its members.
2. The Member wishes to join the Society, subscribe to its share capital, and utilize its services in accordance with the Co-operative Societies Act No. 20 of 1998 and the By-laws of the Society.

NOW, THEREFORE, IT IS MUTUALLY AGREED AS FOLLOWS:

1. DEFINITIONS AND INTERPRETATION

In this Agreement, terms shall have the meanings ascribed to them in the Society's By-laws and the Co-operative Societies Act No. 20 of 1998:

- "**Act**" means the Co-operative Societies Act No. 20 of 1998 and its amendments.
- "**By-laws**" means the registered By-laws of Kuyanjanana Multi Purpose Co-operative Society Limited.
- "**Shares**" means the equity interest in the Society, valued at One Thousand One Hundred Kwacha (K1,100) per share.



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2. ADMISSION AND APPLICATION FEE

- 2.1. The Member hereby applies for membership and confirms payment of a non-refundable **Application Fee of Kwacha (K300)**,
- 2.2. Admission to membership is subject to final review and approval by the Board of Directors.

3. SHARE CAPITAL SUBSCRIPTION AND PAYMENT TERMS

- 3.1. **Minimum Shareholding:** The Member hereby agrees to purchase a minimum of **Two (2) Shares**.
- 3.2. **Value per Share:** The nominal value of each share is **One Thousand One Hundred Kwacha (K1,100)**.
- 3.3. **Total Minimum Capital:** The total consideration for the minimum full shares is **Two Thousand Two Hundred Kwacha (K2,200)**.
- 3.4. **Payment Schedule:**
 - The Member has paid an initial amount of K_____ in cash to the Society Treasurer/Secretary upon signing this Agreement.
 - The Member explicitly agrees to pay the remaining balance of K_____ within six **(6) months (half year)** from the date of admission.
- 3.5. **Default:** Failure to pay for the full two shares within the 12-month period shall result in the immediate **nullification** of the membership.
- 3.6. **Maximum Shareholding Cap:** The Member acknowledges that they shall not be allowed to hold more than **20%** of the total paid-up share capital of the Society at any given time.

4. ANNUAL MEMBERSHIP CONTRIBUTIONS

- 4.1. The Member agrees to pay an **Annual Membership Contribution of Five Hundred Kwacha (K500)**, or such other amount as may be determined from time to time by the General Meeting.

5. MEMBER SAVINGS AND TRADING ACCOUNT

- 5.1. The Society shall hold individual member Savings Accounts in trust.
- 5.2. **Interest on Savings:** The Member's Savings Account shall receive interest not exceeding the interest rate offered by the commercial bank where the Co-operative deposits its funds.
- 5.3. **Trading Account Authorization:** Pursuant to By-law 4.05, the Member hereby **grants permission and authorizes** the Society to use their Savings Account as a Member's Trading Account with the Society.

6. RIGHTS AND OBLIGATIONS OF THE MEMBER

The Member explicitly covenants to:

- 6.1. Observe and comply with the Co-operative Societies Act, Regulations, the Society's By-laws, and all Resolutions passed at General Meetings.
- 6.2. Exercise full rights of membership, including the democratic right to **one vote** at General Meetings, **ONLY** after paying the full minimum of two (2) shares.
- 6.3. Actively participate in the development and objectives of the Society, including regular financial savings and responsible credit management.



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7. SURPLUS DISTRIBUTION AND BENEFITS

- 7.1. The Member shall be entitled to receive Net Surplus distributions (Patronage Bonuses and Dividends) on recommendations of the Board and subsequent approval by the Annual General Meeting (AGM).
- 7.2. Distribution of surpluses shall strictly follow the statutory allocations outlined in By-law 5.01 (including the 25% Reserve Fund allocation and 15% Education Fund allocation).

8. TERMINATION AND EXPULSION

- 8.1. Membership may be terminated via voluntary resignation, dissolution, or expulsion by a two-thirds majority at a General Meeting on recommendation of the Board.
- 8.2. An expelled member shall forfeit all rights and benefits of the Society from the date of expulsion.
- 8.3. **Liability:** The Member acknowledges that the Society is liable for its obligations only up to the amount of its assets, including pledged shares.

9. GOVERNING LAW AND DISPUTE RESOLUTION

- 9.1. This Agreement shall be governed by, interpreted, and construed in accordance with the **Laws of Zambia**.
- 9.2. Any dispute arising out of or in connection with this Agreement shall be dealt with and settled in accordance with the Laws of Zambia. Unresolved internal disputes shall be referred to the **Registrar of Co-operatives**, who may appoint an arbitrator.

10. MEMBER'S DECLARATION & SIGNATURE

I, the undersigned, hereby declare that the information provided is true and correct. I confirm that I have read, understood, and agreed to abide by the terms of this Agreement, the By-laws of Kuyanjanana Multi Purpose Co-operative Society Limited, and the Co-operative Societies Act of Zambia.

Member's Signature: _____

Date: ____ / ____ / 20__

11. FOR OFFICIAL SOCIETY USE ONLY

Authorized Signatories on behalf of the Board of Directors:

1. **Chairperson's Name:** _____

Signature: _____ Date: /20__

2. **Secretary / Manager's Name:** _____

Signature: _____ Date: /20__

Official Society Stamp / Common Seal: