



MACHAKOS UNIVERSITY

University Examinations for 2019/2020 Academic Year

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF BUSINESS ADMINISTRATION

SECOND YEAR FIRST SEMESTER EXAMINATION FOR

DIPLOMA IN SUPPLY CHAIN MANAGEMENT

SUPPLY AND TRANSPORT MANAGEMENT

DATE: 24/3/2020

TIME: 8.30-11.30 AM

INSTRUCTIONS:

SECTION A IN THIS SECTION

Instruction: Answer all the questions in this section

1. State the objectives of supplies department in an organization (10 marks)
2. Highlight the role of purchasing department within the organization (10 marks)
3. State and explain the objectives of purchasing (10 marks)
4. Discuss the purchasing procedure (10 marks)

SECTION B (60 MARKS) ANSWER ONLY 3 THREE QUESTIONS IN THIS SECTION

5. a) state and explain the reasons for holding stock (10 marks)
b) State and explain any five factors considered in supplier evaluation (10 marks)
6. a) State and explain the advantages of just in time (JIT) as a method of stock control (10 marks)
b) Explain the Ways of Minimizing obsolescence in an organization store
7. a) State and explain the demerits of just in time system as a method of inventory control (10 marks)
b) Explain the benefits of inventory control
8. a) Explain the functional relationship between supply department and the below mentioned departments
i. Purchasing and finance department (5 marks)
ii. Procurement and purchasing department (5 marks)
b) Explain the roles and responsibilities of a purchasing staff (10 marks)