



MACHAKOS UNIVERSITY

University Examinations for 2019/2020 Academic Year

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF BUSINESS ADMINISTRATION

FIRST YEAR THIRD SEMESTER EXAMINATION FOR
CRAFT CERTIFICATE IN SUPPLY CHAIN MANAGEMENT
CRAFT IN PROCUREMENT

1903/101 – WAREHOUSING AND STOCK CONTROL OPERATIONS

DATE: 14/12/2020

TIME: 2.30-5.30 PM

INSTRUCTION TO CANDIDATES

- This paper consists of section A and B
- Answer all questions in section A and any FOUR questions in section B.
- All questions carry equal marks.

Section A

1. Highlight four reasons for packaging materials in an organization (4 marks)
2. Outline three benefits that may accrue to an organization from maintaining an efficient stock location system (3 marks)
3. identify three factors that a warehouse manager may consider when choosing location of a warehouse for an organization (3 marks)
4. Outline four factors that should be considered when determining the material handling system to adopt in a ware house. (4 marks)
5. State three types of symbols that may be used to code materials in an organization. (3 marks)
6. List the objectives of material handling in an organization (2 marks)
7. Highlight the functions of a warehouse (2 marks)
8. Explain three ways that organization may minimize cost associated with stock holding (3 marks)

9. State reasons for inspecting the incoming goods from suppliers (4 marks)
10. Highlight functions of a warehouse manager in an organization. (4 marks)

SECTION B

11. a) Explain four benefits that may accrue to an organization from effectively preserving its materials (8 marks)
- b) Highlight the factors that may influence an organization to use packages when preserving its materials. (9 marks)
12. a) Explain the ways that an organization may take to minimize obsolete, obsolescence and surplus materials in its warehouse. (8 marks)
- b) Describe the two types of warehouses (9 marks)
13. a) Explain the limitations of using the just in time (jit) technique to control stock. (8 marks)
- b) Highlight the reasons for holding stock in an organization (9 marks)
14. a) ABC company limited prefers to outsource its materials for the production department. Outline the reasons for the company's preference. (8 marks)
- b) Explain the measures that an organization may take to control theft and pilferage in its warehouses. (9 marks)
15. a) Highlight the types of information that a stock recording officer should enter in a stores ledger book. (8 marks)
- b) Explain six factors that may influence the materials re-order levels in an organization (9 marks)