Scott Christian UNIVERSITY

SCHOOL OF PROFESSIONAL STUDIES

BACHELOR OF BUSINESS ADMINISTRATION

UNIT CODE/NAME: BAP 301: PROCUREMENT MANAGEMENT

September- December 2019/2020 End Semester Exam - Time: 2 Hours

Instructions: Answer Question ONE (Compulsory) and any other TWO questions.

QUESTION ONE

a) Differentiate between centralized and decentralized purchasing systems in supply chain **(5 Marks)**

b) Define material management **(5 Marks)**

c) Highlight any five different types of inventories **(5 Marks)**

d) Discuss any five functions of stores **(5 Marks)**

e) Explain five duties performed by the stores managers to realize the stores management objectives. **(10 Marks)**

QUESTION TWO

a. You have been consulted by an organization which secures materials as and when the need arises. Explain five benefits of holding inventory **(5 Marks)**

b. Explain any five objectives of supply chain management **(10 Marks)**

QUESTION THREE

a. Describe the steps which a procurement manager should undertake in order to obtain the required quality of materials **(10 Marks)**

b. Explain any five ways in which costs can be controlled in a supply chain. **(5 Marks)**

QUESTION FOUR

a. List down the advantages and disadvantages of the material management concept in supply chain **(10 Marks)**

b. Briefly explain five costs associated with holding inventory. **(5 Marks)**

QUESTION FIVE

a) With relevant real life examples from Kenya describe the relationships between purchasing and supplies department with:-

a. Accounts/finance

b. Engineering/production department **(5 Marks)**

b) Outline five objectives of material inspection **(10 Marks)**