

SCHOOL OF BUSINESS AND ECONOMICS
DEPT. OF BUSINESS ADMINISTRATION
FIRST YEAR SECOND SEMESTER EXAMINATION FOR
DIPLOMA IN PROCUREMENTS SUPPLY CHAIN MANAGEMENT (TVET)
2903/101: SUPPLY CHAIN MANAGEMENT AND PURCHASING
PRINCIPLES

DATE

TIME

Instructions any five questions only.

- 1a) In receiving and inspection of goods in a warehouse the staff in charge is in support with all processes to attain organizational objectives. Explain the documents used in Receiving and inspection processes. 10 marks
- b) Explain the components of physical distribution of materials in a company (10marks)
- 2a) Distinguish lead time from delivery time as used in determination of price and right time to buy materials (8 marks)
- b) Explain the advantages and disadvantages of sourcing of supply of materials in an organization (12 marks)
- 3a) Describe documents involved in ordering of materials as used in purchasing producers in a purchasing department (12 marks)
- b) Explain factors taken into consideration in determining quantity of materials to buy in an organization (8 marks)
- 4a) In sourcing of supply there are vital documents required in order to perform efficiently and effectively. identify (8 marks)
- b) Explain the purchasing procedure as stipulated in supply chain management and purchasing principles (12 marks)
- b) Identify the sources of information of potential suppliers in purchasing department.
- 5a) Describe the options of treating rejected goods in the receiving and inspection of goods
- b) Explain the importance of determining the price of materials in the market (10 marks)
- 6a) In physical distribution, there are factors taken into account when selecting the mode of transportation of materials. Explain (8 marks)
- b) Horizontal and vertical types of internal organization of purchasing department assists the department to meet its set objectives. Illustrate the purchasing organization structures (12 marks)
- 7a) Explaining the methods used to pay for purchased goods in organization (10 marks)
- b) Highlight the purpose of inspecting incoming goods as stipulated in receiving and inspection of goods in purchasing department.