



MACHAKOS UNIVERSITY

University Examinations for 2016/2017 Academic Year

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF BUSINESS ADMINISTRATION

SUPPLEMENTARY EXAMINATION FOR DIPLOMA IN SUPPLIES MANAGEMENT

SUPPLIES MANAGEMENT

DATE:

TIME:

INSTRUCTIONS

Answer question One and any Other two questions

QUESTION ONE

- a) Highlight 4 aims of Inventory Management. (6 marks)
- b) Explain the term E-business (2 marks)
- c) Outline 4 benefits of E-Business (8 marks)
- d) Distinguish between tactical and strategic sourcing business. (4 marks)
- e) Outline 4 steps that form the basis of procurement planning. (6 marks)
- f) Explain 2 principles of Supplies Chain Management. (4 marks)

SECTION B

QUESTION TWO

- a) Define the term Outsourcing. (2 marks)
- b) Explain 3 types of outsourcing. (6 marks)
- c) Highlight 3 advantages and 5 disadvantages of outsourcing. (8 marks)
- d) Distinguish between Subcontracting and Outsourcing. (4 marks)

QUESTION THREE

- a) Define the term Contract. (2 marks)
- b) Explain 6 essentials of a valid contract. (18 marks)

QUESTION FOUR

- a) Explain 3 main phases of traditional purchasing procedures. (12 marks)
- b) Highlight 4 inefficiencies of traditional procedures. (8 marks)

QUESTION FIVE

- a) Explain the concept and functions of Stores Organization. (12 marks)
- b) Discuss 4 responsibilities of a Storekeeper. (8 marks)