

JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY

UNIVERSITY EXAMINATIONS 2016/2017

**EXAMINATION FOR THE DEGREE OF SCIENCE IN SCHOOL OF ECONOMICS
AND BUSINESS**

BLM 3322: WAREHOUSING: YEAR III SEMESTER II

TIME: TWO HOURS. APRIL 2017.

INSTRUCTIONS: ANSWER QUESTION ONE AND ANY OTHER TWO QUESTIONS:

QUESTION 1:

- a) Warehousing is used in the storage of inventories during all phases of logistics process. Since inventory carrying costs can be so high, why is it necessary for a firm to store inventories of any kind? (15 marks)

- b) Identify and describe some of the more important factors that affect the specific size of a firm's warehouse or warehouses. (10 marks)

- c) What are the advantages of having the receiving and shipping docks on opposite sides of the warehouse? (5 marks).

QUESTION 2:

- a) Explain the difference between a warehouse and a distribution center. (8 marks)

- b) How can layout and design affect warehouse efficiency and productivity? (12 marks)

QUESTION 3:

- a) What are the differences between private and public warehousing? What are the advantages and disadvantages of each type? (14 marks)

- b) Discuss and illustrate the role warehouses play in reverse logistics. (6 marks)

QUESTION 4:

- a) Why would a warehouse be described as a "necessary evil"? (10 marks)

- b) One objective of materials handling is to increase effective capacity, that is, to improve space utilization. How does materials handling help to achieve this objective? (10 marks)

QUESTION 5:

- a) Some managers argue that warehousing can aid companies in providing value – added service for their customers. What is your view of this statement? (10 marks)

- b) Productivity has been defined as the ratio of real output to real input. In terms of the warehousing function, how could a firm measure the productivity level of its storage facilities? (10 marks)