

**JARAMOGI OGINGA ODINGA UNIVERSITY OF
SCIENCE AND TECHNOLOGY
SCHOOL OF BUSINESS AND ECONOMICS
UNIVERSITY EXAMINATION FOR THE DEGREE OF
BACHELOR OF BUSINESS ADMINISTRATION
(SUPPLY CHAIN MANAGEMENT)**

3RD YEAR 1ST SEMESTER 2014/2015 ACADEMIC YEAR

KISII LEARNING CENTRE

COURSE CODE: ABA 335

COURSE TITLE: PROCUREMENT AND SUPPLY CHAIN THEORY PRACTICE

INSTRUCTIONS

- 1) Answer question 1 (Compulsory) and any other 2 questions.**
- 2) Candidates are advised not to tamper with any question paper.**
- 3) Candidates must hand in their answer booklets to the invigilator while in the exam room.**

QUESTION ONE

- a) Government Procurement is subject to overarching principles. Anyone involved in state sector must be familiar with the principle and apply them in their daily practice. State and explain five procurement principles. (10mks)
- b) Most major companies and governmental organizations have procurement function as part of everyday operations. Explain five contributions of the procurement function into company. (10mks)
- c) Identify and discuss five problems addressed by supply chain management.(10mks)

QUESTION TWO

- a) Identify and discuss five areas (drivers) where companies in any supply chain must make decisions individually and collectively regarding their actions. (10mks)
- b) Explain the following;
- i) Cycle Inventory
 - ii) Safety Inventory
 - iii) Seasonal Inventory
 - iv) Product Focus Production
 - v) Functional Fours Production (10mks)

QUESTION THREE

- 1) Prior to 1990 purchasing was recognized as an independent function by many railroad organizations but not in most other industries. In 2010 the elevation of the function continues as Chief Procurement officers are recognized as important business leaders and begin to take on boarder operation responsibility. Six major movements can be observed in the evolution of supply chain management. Discuss the historical development in procurement and supply chain management. (20mks)

QUESTION FOUR

- a) Operating an integrated supply chain requires continuous information flow in many companies. Management has concluded that optimizing product flow cannot be accomplished without implementing approved approach. Identify and discuss 5 key supply chain process involved. (10mks)
- b) Procurement today has gained in strategic weight and importance. Discuss five significant trends in procurement. (10mks)

QUESTION FIVE

Write short notes on the following.

- a) TR's of procurement
- b) Supply chain stakeholders.
- c) Supply chain as a management philosophy
- d) Internal supply chain risks.