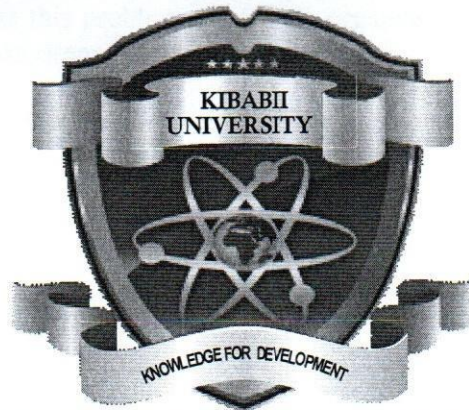


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KIBABII UNIVERSITY



UNIVERSITY EXAMINATIONS

MAIN EXAMINATIONS

2020/2021 ACADEMIC YEAR

THIRD YEAR SECOND SEMESTER

FOR THE DEGREE OF BACHELOR OF COMMERCE

COURSE CODE: BCP 322

COURSE TITLE: MATERIALS AND STORAGE MANAGEMENT

DATE: 14/5/2021

TIME: 2.00PM-4.00PM

INSTRUCTIONS TO CANDIDATES

Answer Question ONE (compulsory) and ANY OTHER TWO questions

QUESTION ONE

- a) Overstocking or understocking are both problems that can adversely affect an organisation. To manage this problem effectively organisation need to adopt systems. Discuss the techniques an organisation can adopt. (10 marks)
- b) Identification of a particular stock item and its location within the stores requires some form of code. Discuss the advantages of coding in relation to materials management. (10 marks)
- c) Store security ranges from physical security measures, personnel and general building considerations. Discuss the factors to be considered in maintaining security and safety in the storehouse. (10 marks)

QUESTION TWO

- a) Any organization incurs cost in its operations. Discuss the cost associated with inventory in an organisation. (10 marks)
- b) Distinguish between dependent and independent demand inventory. (10 marks)

QUESTION THREE

- a) Identify activities which would typically take place within a store or warehouse facility following the receipt of goods. (10 marks)
- b) Warehouse location is an important factor in stores and materials management. Highlight factors to consider when choosing a warehouse location. (10 marks)

QUESTION FOUR

- a) Explain the concept of the following terms and illustrate how each can be managed effectively.
- (i) Slow moving stock
 - (ii) Obsolete stocks
 - (iii) Redundant stocks
- (10 marks)
- b) Explain the following terms and state how each is carried out.
- (i) Stock taking
 - (ii) Stock checking
- (10 marks)

QUESTION FIVE

- a) Explain the major roles of inventories within an organisation. (10 marks)
- b) Discuss the concept of materials management and explain the core objectives which enhances the achievement of organisational goals and objectives. (10 marks)