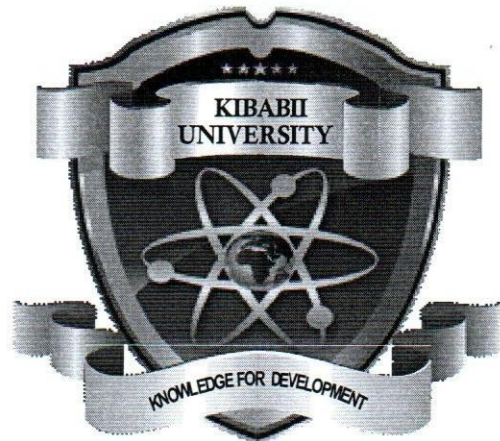


KIBABII UNIVERSITY



UNIVERSITY EXAMINATIONS 2021/2022 ACADEMIC YEAR SECOND YEAR SECOND SEMESTER

SPECIAL/SUPPLEMENTARY EXAMINATION FOR THE DEGREE OF BACHELOR OF COMMERCE

COURSE CODE: BCP 221

**COURSE TITLE: PURCHASING AND SUPPLY
MANAGEMENT**

DATE: 27/07/2022

TIME: 2.00 – 4.00PM

INSTRUCTION TO CANDIDATES

- 1) The paper contains **FIVE** questions
- 2) Attempt **THREE** questions
- 3) Question **ONE** is Compulsory

KIBU observes **ZERO** tolerance to examination cheating

QUESTION ONE

CASE STUDY

Mopa Enterprises Ltd is a manufacturer of fast moving consumer good. The company sought to buy transport and warehousing aspects of its operations. The bids were invited through newspaper advertisement. The tender documents were sold, completed, returned, closed, opened and evaluated. A tender evaluation committee submitted its report to the head of supply chain for his further necessary action. A review of the report brought to light the following issues-the committee did not carry out price and cost analysis. The later the committee made the corrections and the tender was awarded. The head supply chain forwarded the award to the head of finance to indicate the vote head to be charged. The head of finance returned it to the head of supply chain with remarks that there was no procurement plan hence no budgetary allocation. Required-

QUESTION ONE

- a) Explain what you understand by price and cost analysis (5 Marks).
- b) Justify the importance of procurement plan (10 marks)
- c) Access the need for finance and purchasing department to work closely (10 marks)
- d) Which method was suitable to procure these types of services (5 Marks)

QUESTION TWO

- a) Explore the necessity for supply market analysis (10 marks)
- b) Examine the role and position of supply chain in a business organization (10 marks)

QUESTION THREE

- a) Explain how you would go about evaluating source of supply for a strategic item (10 Marks)
- b) Evaluate the lean concept in supply chain management (10 marks)

QUESTION FOUR

- a) Economic and social issues must be considered in acquisition of all input requirement, Discuss (10 marks)
- b) Evaluate the objective of material flow concept (10 marks)

QUESTION FIVE

- a) Explain the steps in sourcing process (10 marks)
- b) Explain the concept of total quality management (10 marks)