

KIBABII UNIVERSITY



UNIVERSITY EXAMINATIONS

MAIN EXAMINATIONS

2020/2021 ACADEMIC YEAR

THIRD YEAR FIRST SEMESTER

FOR THE DEGREE OF BACHELOR OF COMMERCE

COURSE CODE: BCP 311

**COURSE TITLE: UNIT TITLE: RISK MANAGEMENT IN SUPPLY
CHAIN MANAGEMENT**

DATE: 03/08/2021

TIME: 2.00PM-4.00PM

INSTRUCTIONS TO CANDIDATES

- 1) Answer Question **ONE**(Compulsory) and **ANY OTHER TWO** Questions
 - 2) Candidates must hand in their answer booklets to the invigilator while in the examination room
 - 3) Credit is given for legibility, clarity and use of relevant examples
 - 4) Question **ONE** is **30 marks** while Questions **2-5** carry **20 marks** each
 - 5) Clearly write your **Registration Number** on each answer sheet used
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TIME: 2 Hours

KIBU observes ZERO tolerance to examination cheating

QUESTION ONE

- a) Define the following terms in relation to risk management in Supply Chain.
 - i. Risk policy (2marks)
 - ii. Indemnity (2marks)
 - iii. Risk transfer (2marks)
 - iv. Risk financing (2marks)
- b) Propose **FOUR** available options for treatment of Risks in an organization. (4marks)
- c) Enumerate **FIVE** importance of comprehensive Risk identification to an organization. (5marks)
- d) With an aid of examples, explain how Hedging help firms manage their risk exposure (4marks)
- e) List **FOUR** characteristics of risk management. (4marks)

QUESTION TWO

- a) Suggest **FIVE** types of Risks in supply chain management. (10marks)
- b) Discuss **FIVE** importance of risk financing in supply chain management (10marks)

QUESTION THREE

- a) Elucidate **FIVE** risk management strategies available to an organization. (10marks).
- b) Explain **FIVE** methods of risk measurement used in supply chain management. (10marks)

QUESTION FOUR

- a) Illustrate **FIVE** challenges to the implement of risk management strategies in organizations. (10marks)
- b) E-commerce has changed the way companies do business. Propose **FIVE** challenges it poses in regards to risk management. (10marks)

QUESTION FIVE

- a) Describe the Steps in conducting a Hazard and Operability (HAZOP) Study. (10mks)
- b) Suggest **FIVE** non insurance Risk financing transfers in Risk Management (10Marks)