KIBABII UNIVERSITY

UNIVERSITY EXAMINATIONS

2024/2025 ACADEMIC YEAR
THIRD YEAR FIRST SEMESTER
MAIN EXAMINATION
FOR THE DEGREE OF BACHELOR OF BUSINESS MANAGEMENT

COURSE CODE: BBL 312
COURSE TITLE: LOGISTICS,COSTING AND BUDGETING
DATE: 21/01/2025 **TIME: 11:00AM-1:00PM**

INSTRUCTION TO CANDIDATES

1) The paper contains **FIVE** questions
2) Attempt **THREE** questions
3) Question **ONE** is <u>Compulsory</u>

TIME: 2 Hours

KIBU observes **ZERO** tolerance to examination cheating

QUESTION ONE [COMPULSORY] [30 MARKS]

(a). Discuss the role of accounting in logistics decision making (10Marks)

(b). Identify and explain the cost drivers in logistics (10marks)

(c). Discuss the techniques for effective budgeting in logistics (10 marks)

QUESTION TWO

a) Discuss the budgeting cycle process with relevant examples to logistics (10 marks)
b) Explain the importance of working capital in logistics (10 marks)

QUESTION THREE

a). Discuss the strategies for optimizing working capital in logistics (10 marks)

b). Discuss how cost accounting information is useful in making logistics decisions (10 marks)

QUESTION FOUR

a) Discuss how logistics decision making is linked to financial performance (10 marks)

b) Analyze the real -world scenarios where logistics, costs and budgeting intersect. (10marks)

QUESTION FIVE

a). Explain the key financial statements relevant to logistics, costing and budgeting? (10 marks)

b). Define the ratio analysis concepts that are used to evaluate companies' financial performance in an organization namely:

I. Current Ratio (2marks)
II. Debt-to-Equity Ratio(3marks)
III. Return on Assets(2marks)
IV. Assets turnover ratio(3marks)

END.