

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

**EXAMINATION FOR THE AWARD OF
DIPLOMA IN PROCUREMENT AND LOGISTICS MANAGEMENT**

DPLM 0111: PRINCIPLES OF PROCUREMENT

STREAMS: DPLM

TIME: 2 HOURS

DAY/DATE: MONDAY 10/12/2018

2.30 PM – 4.30 PM

INSTRUCTIONS:

Answer Question 1 and any other 2 Questions

QUESTION 1 (30 MARKS) COMPULSORY

- (a) Define the following terms in relation to principles of procurement
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|---------------------------|-----------|
| (i) Procurement | [2 marks] |
| (ii) Supply chain | [2 marks] |
| (iii) Bidders | [2 marks] |
| (iv) Local purchase order | [2 marks] |
| (v) Goods received note | [2 marks] |
| (vi) Tender | [2 marks] |
- (b) Discuss the different buying strategies for emergency orders. [8 marks]
- (c) Discuss the different steps in procurement cycle. [10 marks]

QUESTION 2

- (a) With examples discuss purchasing fraud. [5 marks]
- (b) Briefly discuss the advantages of information technology in purchasing. [5 marks]
- (c) Discuss at least five procurement methods available for a procurement officer to choose from. [10 marks]

QUESTION 3

- (a) Discuss the objectives of inventory control. [5 marks]
- (b) Explain the requirements of a good specification. [5 marks]
- (c) Explain the cause of conflict that may arise as a result of developing purchasing liaisons. [10 marks]

QUESTION 4

- (a) Describe the various types of inventories/ stock. [5 marks]
 - (b) State and explain at least three inventory control techniques. [5 marks]
 - (c) Discuss the relationship that exists between purchasing department and other departments. [10 marks]
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