

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF CERTIFICATE IN PROCUREMENT AND LOGISTICS & INVENTORY MANAGEMENT

CPLM 00111: INTRODUCTION TO PROCUREMENT & LOGISTICS MGT

STREAMS: CERT CPLM Y1S1

TIME: 2 HOURS

DAY/DATE: MONDAY 5/08/2019

8.30 A.M - 10.30 A.M.

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**INSTRUCTIONS:**

- Answer Question ONE and any other TWO Questions
- Do not write anything on the Question paper

- (i) Discuss the importance of the five rights of purchasing in enhancing organization performance. [10 Marks]

(ii) Explain the importance of the relationship of purchasing and the following departments;

    - (a) Finance department [2½ Marks]
    - (b) HRM Department [2½ Marks]
    - (c) Production Department [2½ Marks]
    - (d) Information Technology Department [2½ Marks]

(iii) Discuss the five main advantages and disadvantages of decentralized purchasing. [10 Marks]
  - (i) Using examples, discuss the purchasing cycle and the main documents used at every stage. [10 Marks]

(ii) Explain the main purposes of specification in enhancing purchasing performance.
  - (i) Discuss any five major objectives of public procurements.

(ii) Explain the main advantages of centralized purchasing. [10 Marks]
  - Discuss the following procurement methods;

    - (a) Open tendering [5 Marks]
    - (b) Low value procurement [5 Marks]
    - (c) Direct procurement [5 Marks]
    - (d) Request for quotation [5 Marks]
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