



MURANGA UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

SCHOOL OF BUSINESS AND ECONOMICS

MAINCAMPUS

ORDINARY UNIVERSITY EXAMINATIONS

SECOND SEMESTER JAN – MAY 2016

PROGRAMME: DIPLOMA

EXAMINATION: ORDINARY

UNIT CODE: DBP 1121

UNIT NAME: STOCK CONTROL AND STORES MANAGEMENT

DATE: 26TH APRIL 2016

TIME: 2 HOURS

INSTRUCTIONS TO CANDIDATES

Answer Question **ONE (1)** and any other **TWO**

QUESTION ONE

- (a) Describe **FOUR** ways a store adds value to stocks. [4 marks]
- (b) Explain **FOUR** differences between a bin card and a stores ledger card. [4 marks]
- (c) Fighter Ltd manufactures it compact disks. As a storekeeper they provide you with the following information.

Normal usage 300 units per weak

Maximum usage 450 units per week

Re order period 150 units per week

Re order quantity 240 units.

Calculate

- (i) Reorder level
- (ii) Minimum stock level
- (iii) Maximum stock level
- (iv) Average stock level. [4 marks]
- (d) Briefly explain **THREE** types of stock taking [3 marks]
- (e) Discuss **FIVE** unsafe conditions which lead to accidents in stores. [5 marks]
- (f) Describe **FOUR** factory facilities found in any [4 marks]
- (g) Explain merit of installing codification of materials. [3 marks]
- (h) Describe **THREE** types of materials which may be kept in a store. [3 marks]

[Total 30[marks]

QUESTION TWO

- (a) Describe demerits of installing departmental system of storage. [10 marks]
- (b) Discuss **FIVE** responsibilities of stores to organization I present day. [10 marks]

[Total 20 marks]

QUESTION THREE

- (a) You have recently been employed by Jakuzi stores describe **FIVE** factors which you would consider in selecting a new location for your store. [10 marks]
- (b) You organization has not been taking stores physical. Discuss **FIVE** ways your organization would benefit to justify you action. [10 marks]

(Total 20 marks]

QUESTION FOUR

- (a) Discuss ways you would enhance security in a store you are in charge of. [10 marks]
- (c) Describe **FIVE** ways in which computer records system may enhance the image of an organization. [10 arks]

[Total 20 marks]