



**MURANG'A UNIVERSITY COLLEGE**  
**(A Constituent college of Jomo Kenyatta University of Agriculture and Technology)**  
**SCHOOL OF BUSINESS AND ECONOMICS**

**DEPARTMENT: COMMERCE**

DIPLOMA IN BUSINESS MANAGEMENT

CAMPUS: MAIN

FIRST YEAR/ 1 SEMESTER

SUPPLEMENTARY; EXAMINATION FOR DIPLOMA

UNIT CODE ; BDP 1211; SOCK CONTROL AND STOCK MANAGEMENT

DATE;

TIME: 2 HOURS

---

**INSTRUCTIONS:**

Answer Question ONE and any other TWO Question

### QUESTION ONE

- (a) Explain reasons for preservation of materials [5 marks]
- (b) Highlight objectives of purchase research in an organization [5 marks]
- (c) How do organizations benefit from internal recruitment as opposed to external one. [5 marks]
- (d) Highlight types of cost concerned with stock control. [5 marks]
- (e) What are the demerits of hand to mouth system of purchasing?. [5 marks]
- (f) Why does the government insist on tendering for supplying of its goods? [5 marks]

**[Total 30 marks)**

### QUESTION TWO

- (a) Highlight relationships of purchase department with account, production and marketing. [10 marks]
- (b) Describe functions of research n purchasing [10 marks]

**[Total 20 marks)**

### QUESTION THREE

- (a) Discuss way of ensuring that there is safeguard and security for personnel in the stores department. [10 marks]
- (b) Highlight benefits of material planning and control. [10 marks]

### QUESTION FOUR

- (a) Explain reasons for importation of goods [10 marks]
- (b) Describe importance of warehousing in the economy [10 marks]

**{Total 20 Marks}**