



MURANG'A UNIVERSITY OF TECHNOLOGY

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF COMMERCE

UNIVERSITY ORDINARY EXAMINATION

2017/2018 ACADEMIC YEAR

SECONDYEAR SECOND SEMESTER EXAMINATION FOR

BACHELOR OF COMMERCE

BCP 201 –PRINCIPLES OF PROCUREMENT

DURATION: 2 HOURS

DATE: 24TH APRIL, 2018

TIME: 9.00- 11.00 A.M.

Instructions to Candidates:

1. Answer **Question 1** and **Any Other Two** questions.
2. Mobile phones are not allowed in the examination room.
3. You are not allowed to write on this examination question paper.

SECTION A – ANSWER ALL QUESTIONS IN THIS SECTION

QUESTION ONE

- a) Discuss critically the purpose, applicability and the specific objectives of Material identification in Public Procurement in Kenya today. (10 marks)
- b) Explain various Losses in warehouses in Kenya what are the reasons of their generations? (7 marks)
- c) General Principles are the one the guides Procurement department, critically identify various stock Level in organization. (7 marks)
- d) Outline the factors that are considered by business man when dealing with Supply market analysis. (6 marks)

SECTION B – ANSWER ANY TWO QUESTIONS IN THIS SECTION

QUESTION TWO

- a) Explain how managing procurement system can be used in the context of performance appraisal in any effective organization. What are the Metris of Procurement systems? (10 marks)
- b) If you reduce work in progress then you expose many organizational bottlenecks comment this statement. (10 marks)

QUESTION THREE

- a) Explain the main problems likely to be encountered when using material requirement planning in storing of goods in the organization. (10 marks)
- b) Discuss the benefits that the introduction of Global Logistics in the store could bring great Network system in Kenya. (10 marks)

QUESTION FOUR

- a) Operation Management is the Key to the success of any supply chain of a business firm. Kindly explain how it is useful to procurement department. (10 marks)
- b) Highlight briefly the roles of procurement scheduling and planning in any cottage. (10 marks)