



MURANG'A UNIVERSITY COLLEGE

(A Constituent College of Jomo Kenyatta University of Agriculture and Technology)

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF COMMERCE

MAIN CAMPUS

UNIVERSITY EXAMINATIONS

2014/2015 ACADEMIC YEAR

END OF SEMESTER 2 EXAMINATION.

DIPLOMA IN KNEC EXAMS

UNIT CODE: BS 1114

UNIT NAME: SUPPLY & TRANSPORT MANAGEMENT

DATE: 24TH APRIL 2015

TIME: 2 HOURS

Regular examination

INSTRUCTIONS TO THE CANDIDATES

Question one (1) is Compulsory

Answer Any Other Two (2) Questions

MRUC observes ZERO tolerance to examination irregularities

QUESTION ONE

- (a) Explain costs incurred in an organization through poor safety measures. [5 marks]
- (b) Explain factors to consider before choosing a mode of transport. [5 marks]
- (c) Highlight **five** functions of traffic department in an organization. [5 marks]
- (d) Discuss **five** codes of ethics for a purchasing executive [5 marks]
- (e) Describe five minimum precautions in a storehouse.
- (f) Highlight the meaning of the following terms
 - (i) FOB
 - (ii) FAS
 - (iii) FOR
 - (iv) Free docks
 - (v) Price in bond [5 marks]

QUESTION 2

- (a) Describe ways in which a purchasing executive would ensure safety in his department [10 marks]
- (b) Explain the main reasons for international purchasing. [10 marks]

QUESTION 3

- (a) Describe the elements of transport. [8 marks]
- (b) What are the consideration which would be made by an organization in locating a store (6 marks)
- (c) Explain **five** limitations in foreign trade. [6 marks]

QUESTION 4

- (a) Highlight costs incurred in ensuring the right transport is available to an organization [6 marks]
- (c) Discuss **five** provisions by compensation Act. [8 marks]
- (d) Discuss codes of ethics for a purchasing executive [6 marks]