



MURANG'A UNIVERSITY COLLEGE
(A constituent College of Jomo Kenyatta of Agriculture & Technology)

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF COMMERCE

MAIN CAMPUS

UNIVERSITY EXAMINATIONS

2014/2015 ACADEMIC YEAR

EXAM: END OF SEMESTER 2 EXAM

FOR CERTIFICATE IN BUSINESS MANAGEMENT

UNIT CODE : CIB 107

UNIT NAME : STORES MANAGEMENT

SUPPLEMENTARY EXAMINATION

INSTRUCTIONS TO CANDIDATES

TIME: 2HOURS

Answer question one and any other two questions

Q1a) Explain the terms

- i. Purchase cost
- ii. Lead time
- iii. Carrying costs (6marks)

b) Explain six responsibilities of a store keeper (6marks)

c) Highlight course of differences in book balance and actual balances of stock (6marks)

d) from the following information calculate (6marks)

(i) EOO

(ii) Usage p.a 12000 units cost per order Ksh 350 each unit cost 8 and carrying cost of 15% p.a

e) What are courses of high turnover rates in labour (6marks)

Total 30marks

Q2a) Explain activities in purchase dept. (10marks)

b) What measure can an enterprise take to ensure safety of its employees (10marks)

Total 20marks

Q3a) Describe purchasing procedure (10marks)

b) What are the advantages of inspection of goods entering in an organization (10marks)

Total 20marks

Q4a) Explain 10 objectives of purchasing (10marks)

b) What factors should a purchasing executive take into consideration when locating a store house (10marks)

Total 20marks