

NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY
FACULTY OF COMMERCE
DEPARTMENT OF BUSINESS MANAGEMENT
FINAL EXAMINATIONS - MAY 2011
PURCHASING AND SUPPLY MANAGEMENT- CBU 2205
TIME ALLOWED: 3 HOURS

INSTRUCTIONS TO CANDIDATES

Answer any **Four** questions.

INFORMATION TO CANDIDATES

- i) All questions carry 25 marks each.
- ii) Questions may be answered in any order.
- iii) Credit will be given for the **use of appropriate examples**.
- iv) This paper contains **Seven** questions.

Question 1

Discuss the purchasing cycle. **[25 Marks]**

Question 2

Write notes on the following:-

- (a) Economic Order Quantity (EOQ) **[13 Marks]**
- (b) Just- in -Time (JIT) **[12 Marks]**

Question 3

Discuss price, time and quality as purchasing rights. **[25 Marks]**

Question 4

Discuss the advantages and disadvantages of single sourcing as against multiple sourcing. **[25 Marks]**

Question 5

Discuss the supplier selection process. **[25 Marks]**

Question 6

Discuss the qualitative factors considered in purchasing capital equipment. **[25 Marks]**

Question 7

(a) Give reasons why companies source internationally. **[13 Marks]**

(b) What difficulties do they encounter in sourcing internationally? **[12 Marks]**

END OF EXAMINATION