

**CHUKA**



**UNIVERSITY**

**UNIVERSITY EXAMINATIONS**

**CHUKA, EMBU & THARAKA CAMPUSES**

**EXAMINATION FOR THE AWARD OF DIPLOMA IN PROCUREMENT AND  
LOGISTIC MANAGEMENT**

**DPLM 0211: STORES AND INVENTORY MANAGEMENT**

**STREAMS: DPLM**

**TIME: 2 HOURS**

**DAY/DATE: THURSDAY 13/12/2018**

**2.30 P.M. – 4.30 P.M.**

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**INSTRUCTIONS:**

- **Attempt question one and any other two questions.**

- Q1. (i) Using any five suitable examples discuss the main types of inventories. (10 marks)
- (ii) Advise an organization on the various factors which determine the policy of stock levels within an organization. (10 marks)
- (iii) Discuss the characteristics of an effective warehouse of an organization. (10 marks)
- Q2. (i) Discuss the main merits of coding systems of inventories. (10 marks)
- (ii) Discuss how the following inventory controls technique enhances the performance of an organization. (10 marks)
- (a) Economic order quantity
  - (b) Material requirement planning
  - (c) Material resource planning
  - (d) ABC analysis/pareto analysis
- Q3. (i) Using examples discuss how bar coding enhances inventory management performance (five reasons). (10 marks)
- (ii) Advise an organization on the various disposal methods which are suitable to be applied. (10 marks)

- Q4. (i) Discuss the main roles of disposal committee in a public entity and the procedures taken to dispose. (10 marks)
- (ii) Discuss the procurement procedures of materials and service sourcing an organization may apply. (10 marks)
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