



The Co-operative University of Kenya

END OF SEMESTER EXAMINATION AUGUST 2019

**EXAMINATION FOR THE DIPLOMA IN AGRIBUSINESS MANAGEMENT
(YR 2 SEM II)**

UNIT CODE: DAFS 2224

UNIT TITLE: PROCUREMENT & SUPPLIES MANAGEMENT

DATE: AUGUST, 2019

TIME: 9:00 AM – 11:00 AM

INSTRUCTIONS:

- Answer question **ONE (compulsory)** and any other **TWO** questions

QUESTION ONE

- (a) Explain the procurement process carried out in an organization (10mks)
(b) Define the following terms (10mks)
- Procurement
 - Purchasing
 - Supply Chain
 - Inventory
 - Warehousing

- c) Discuss the principles of logistics in an organisation's supply chain. (10mks)

QUESTION TWO

- (a) Describe the factors to consider in the choice of logistic options for agribusiness. (10mks)
(b) Explain the -: (10mks)
- Purpose of agricultural supply chain
 - Benefits of an agricultural supply chain
 - Challenges/Risks that can be faced in an agricultural supply chain.

QUESTION THREE

- (a) Discuss the importance of a supply chain. 10mks
(b) Explain the various key supply chain drivers in an organization 10mks

QUESTION FOUR

- (a) Explain the types of inventory that can be found in a warehouse 10mks
(b) Discuss the modes of transport that can be used in the agricultural supply chain and state two advantages and disadvantages of each. 10mks

QUESTION FIVE

- (c) Describe the packaging materials that can be used in agribusiness. {10mks}
(d) Discuss the importance of warehousing in the agricultural supply chain {10mks}