



UNIVERSITY COLLEGE TATI (UC TATI)

FINAL EXAMINATION QUESTION BOOKLET

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| COURSE CODE | : BME 4043 |
| COURSE TITLE | : PURCHASING & SUPPLY CHAIN MANAGEMENT |
| SEMESTER/SESSION | : 1 - 2022/2023 |
| DURATION | : 3 HOURS |

Instructions:

1. This booklet contains five (5) questions. Answer all questions.
2. All answers should be written in answer booklet.
3. Write legibly and draw sketches wherever required.
4. If in doubt, raise up your hands and ask the invigilator.

DO NOT OPEN THIS BOOKLET UNTIL YOU ARE TOLD TO DO SO

THIS BOOKLET CONTAINS 4 PRINTED PAGES INCLUDING COVER PAGE

PURCHASING & SUPPLY CHAIN MANAGEMENT (BME 4043)

QUESTION 1

- a) Describe what is purchasing. (4 Marks)
- b) Briefly illustrate the different between purchasing vs. fabrication in the past and in the present. (6 Marks)
- c) Distinguish the purchasing process starting from the materials requisition until the purchase payment by stating all the responsible department involve. (10 marks)

QUESTION 2

- a) Describe what is price and how it differs from cost. (4 Marks)
- b) In manufacturing industries, there are two types of basic cost. Interpret these two types of basic cost by giving example. (6 marks)
- c) A legal and effective method to reduce prices is by discount offered. Compare all types of discounts available offered by suppliers or negotiated by purchasers. (10 marks)

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QUESTION 3

- a) Identify the key for make or buy decision a success. (3 marks)
- b) There are three (3) categories of supplier. Illustrate these categories of suppliers and rank them. (9 marks)
- c) In order to gauge the supplier performance, purchaser conduct a systematic evaluation such as categorical, cost-ratio, or linear averaging methods. Outline the steps for categorical evaluation method and give example. (8 marks)

QUESTION 4

- a) Explain what is strategic planning (4 Marks)
- b) Demonstrate the three (3) major challenges in setting supply objectives and strategic planning hence the organization development and action are in tune with organization's objectives. (6 Marks)
- c) There are six (6) categories of supply strategic in purchasing, outline any five (5) of them. (10 Marks)

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QUESTION 5

- a) The application of information system and technology in supply chain management help improve effective communication. Discuss five (5) emerging technology use in supply management. (10 Marks)
- c) Global supply is important as the world is getting smaller due to the existence of internet. However, there are still problem may arise during the operation. Demonstrate at least four (4) of potential problems that might arise due to global supply implementation. (4 Marks).
- d) Countertrade is a fancy term for a barter agreement. There are offsets agreements for military or government purchase. Differentiate the three (3) types of offsets agreement. (6 Marks)

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