

TECHNICAL UNIVERSITY OF MOMBASA Faculty of Business & Social Studies

DEPARTMENT OF BUSINESS STUDIES

DIPLOMA IN PROCUREMENT AND MATERIALS MANAGEMENT

BPC 2102: PRINCIPLES OF PROCUREMENT

END OF SEMESTER EXAMINATIONS

SERIES: APRIL 2015

TIME: 2 HOURS

INSTRUCTIONS:

- This paper consists of **FIVE** questions.
- Answer question **ONE** (**Compulsory**) and any other **TWO** questions.
- Do not write on the question paper

This paper consists of Two printed pages.

QUESTION 1 (Compulsory)

- a) Explain briefly what you understand by organizational procurement and outline FOUR of its key objectives.
 (10 marks)
- b) Highlight any **FIVE** factors that distinguish collaborative negotiations from the adversarial one.

(10 marks)

c) Define quality and briefly explain the **FOUR** factors a professional procurement officer can use to determine quality. (10 marks)

QUESTION 2

- a) Describe any **FIVE** methods used to evaluate the suitability of a supplier. (
 - **(10 marks)**
- b) The actual negotiations consist of **FIVE** stages performed in a sequence, explain briefly.

(10 marks)

QUESTION 3

- a) Define tendering and briefly explain any **FOUR** types of tenders you understand well. (10 marks)
- b) Outline **FIVE** factors emphasizing the importance of procurement requisition. (10 marks)

QUESTION 4

- a) A procurement order must be written carefully and capture the issues required. Explain **FIVE** factors emphasizing that fact. (10 marks)
- b) Explain **FIVE** reasons for carrying out inspection of materials upon receipt. (10 marks)

QUESTION 5

- a) Explain any **FIVE** factors that emphasize the importance of product specification. (10 marks)
- b) Write short notes of the following
 - i) TWO-step tendering process (4 marks)
 - ii) Negotiating behaviour. (2 marks)
 - iii) Order acknowledgement (4 marks)