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# KIRIRI WOMENS' UNIVERSITY OF SCIENCE AND TECHNOLOGY UNIVERSITY EXAMINATION, 2024/2025 ACADEMIC YEAR FIRST YEAR, SECOND SEMESTER EXAMINATION FOR THE DIPLOMA IN BUSINESS ADMINISTRATION DPS 1107: SUPPLY AND TRANSPORT MANAGEMENT

Date: 4<sup>TH</sup> DECEMBER 2024 Time: 8:30AM -10:30AM

### <u>INSTRUCTIONS TO CANDIDATES</u> <u>ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS</u> <u>QUESTION ONE (30 MARKS</u>)

- a) Sema limited has been experiencing inefficiencies in the transport section. Highlight the likely internal causes of such inefficiencies. (4 Marks)
- b) Explain the ways in which packaging of goods may add value to the operations of an organization. (6 Marks)
- c) Highlight the advantages of an automated materials handling system? (4 Marks)
- d) A certain company intends to export its products to a foreign country. Explain the factors that may influence the company in selecting the mode of transport for the products.

(6 Marks)

- e) Discuss on the limitation of using containerization as a mode of transport? (4 Marks)
- f) Explain the adverse consequences to the manufacturing firm of failing to efficiently match demand and supply of input materials in its operations. (6 Marks)

# **QUESTION TWO (20 MARKS)**

- a) Obsolescence is an element of cost associated with stockholding. Highlight the causes of obsolescence in stockholding. (6 Marks)
- b) Explain the objective of the warehouse function in an organization? (6 Marks)
- c) Explain factors that may determine the stock levels to be held in an organization's warehouse. (8 Marks)

# **QUESTION THREE (20 MARKS)**

- a) The purchasing officer at Kaka Transport Company is undertaking the exercise of classifying materials in the company. Explain the advantages of the classification. (6 Marks)
- b) In the recent past, some companies in the retail sector have adopted bar coding system in their operations. Outline the benefits that the company may derive from the system.

(8 Marks)

c) Uma distribution firm has decided to market its products in a new market. Explain the logistical factors that the firm should consider when designing its transport system.

(6 Marks)

### **QUESTION FOUR (20 MARKS)**

- a) Quality inspection is crucial when receiving materials in a storehouse. Explain the importance of this aspect of inspection. (6 Marks)
- b) Highlight the operational features that distinguish carrier transporters from non-carrier transporters. (8 Marks)
- c) Outline the circumstances under which a trader would choose to use the railway rather than road transport to deliver a consignment from Mombasa to Nairobi. (6 Marks)

### **QUESTION FIVE (20 MARKS)**

- a) Explain factors that an organization should consider when selecting material's preservation methods. (6 Marks)
- b) The production manager in XYZ organization intends to make a packaging material for its products. Explain the factors that he may consider when carrying out the task. (6 Marks)
- c) Explain the advantages to a company of outsourcing its transport and logistics function.
  (8 Marks)