

UNIVERSITY EXAMINATIONS

SECOND SEMESTER 2023

APRIL - AUGUST 2023

DPSM 0103 -PRINCIPLES OF PROCUREMENT

TIME 3 HOURS

INSTRUCTIONS

1. Do not write anything in this question paper

2. Answer Question ONE and any other THREE questions

QUESTION ONE

a) State and explain the rights of procurement (10 marks)

b) Discuss the main reasons why negotiations is important in procurement (15 marks)

QUESTION TWO

a) List and explain five main areas of procurement audit (10 marks)

b) State the main objectives of material control (5 marks)

QUESTION THREE

- a) What are the main specific procedures and steps in the procurement of goods services and work? Highlight and explain the steps.
- **b)** Explain the factors that are considered in making a decision of either to make or buy some material for an organization. (5 marks)

QUESTION FOUR

Briefly discuss the steps which are involved in negotiation (15 marks)

QUESTION FIVE

a) Discuss the main factors considered when selecting a supplier (12 marks)

b) Highlight three challenges of E-procurement in the supply chain (3 marks)