

UNIVERSITY OF ESWATINI

FACULTY OF COMMERCE

DEPARTMENT OF BUSINESS ADMINISTRATION

FINAL EXAMINATION PAPER; B.COM & B.ED (BUSINESS): F/T

NOVEMBER 2019

TITLE OF PAPER : PURCHASING AND SUPPLY CHAIN MANAGEMENT

COURSE CODE : BUS435

TIME ALLOCATED : THREE [3] HOURS

TOTAL MARKS : 100 MARKS

INSTRUCTIONS

1. TOTAL NUMBER OF QUESTIONS IN THIS PAPER IS 5
2. THE PAPER IS DIVIDED INTO SECTION A AND SECTION B, OF WHICH SECTION A IS COMPULSORY. YOU MUST ANSWER A TOTAL OF FOUR(3) QUESTIONS OF YOUR CHOICE IN SECTION B.
3. THE MARKS ALLOCATED FOR A QUESTION/PART OF A QUESTION ARE INDICATED AT THE END OF EACH QUESTION/PART OF QUESTION.
4. PLEASE CLEARLY SHOW ALL YOUR WORKINGS IN YOUR ANSWER BOOKLET

THIS PAPER MUST NOT BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR.

SECTION A : QUESTIONS IN THIS SECTION ARE ABOUT THE SWAZILAND PUBLIC PROCUREMENT ACT 2011, WHICH YOU STUDIED DURING THE SEMESTER. ANSWER BOTH QUESTIONS IN THIS SECTION

QUESTION 1.

- i. Explain the current public procurement challenges faced in Eswatini and how these problems could be resolved (20 marks)
- ii. In your opinion what are the external factors that would impede Eswatini Public Procurement Regulatory Authority (ESPRA) in executing its public procurement administration oversight role? (20 marks)

[TOTAL 40 MARKS]

SECTION B: ANSWER ANY THREE (3) QUESTIONS OF YOUR CHOICE FROM THIS SECTION.

QUESTION 2.1

A new shop has been opened in Manzini specialising in TV sets, and video recorders. A new Japanese manufactured video recorder costs E660 per unit from source. The annual holding cost rate is 22%. Placing an order is estimated to cost the Manzini Company E70 per order.

- a. If demand for the video recorder is going to be constant at a rate of 20 units per month, what is the recommended order quantity for the video tape recorder? (4 marks)
- b. What are the estimated inventory carrying costs and ordering cost associated with this product? (4 marks)
- c. How many orders will be placed per year? (2 marks)

QUESTION 2.2

Suppose you want to do an inventory analysis because you have a feeling that the inventory is unbalanced. The following table gives you an overview of the products with the current stock situation.

PRODUCT	QUANTITY	UNIT PRICE [E]
A	1000	40
B	20,000	2
C	100,000	4
D	200	200
E	10,000	9
F	5,000	1
G	25,000	2
H	25,000	10
I	100,000	0.8
J	5,000	1

Classify the above items into ABC classifications on a 65%, 34% and 1% proportion respectively

(10 marks)

QUESTION 3.

Explain signs and symptoms that can assist a procurement manager in detecting the existence of problems in the procurement department **[20 MARKS]**

QUESTION 4.

People believe that corruption in organisations is all about “**procurement corruption**”.

What do you think? Motivate your answer. **[20 MARKS]**

QUESTION 5.

Discuss factors that affect the traditional roles of wholesalers in the Kingdom of Eswatini?

[20 MARKS]

GOOD LUCK!!!!!!