



NATIONAL OPEN UNIVERSITY OF NIGERIA
14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS
MARCH/APRIL 2016 EXAMINATION
SCHOOL OF AGRICULTURAL SCIENCES

COURSE CODE: HCM343 CREDIT UNIT: 2
COURSE TITLE: PROCUREMENT & SUPPLY MANAGEMENT
TIME ALLOWED: 2HOURS

Instructions: 1. Attempt question Number one (1) and any other two (2).

2. Question number 1 is compulsory and carries 30 marks, while the other questions carry equal marks each

1. Apart from purchasing per se, a purchasing department has several complimentary activities. State some of these activities.
- 1b. What are the advantages of effective procurement?
2. What are the methods used to determine price?
- 2b. What are the number of ways the professional buyer consider when determining the purchase and price of goods?
3. What is the essential information in a purchase requisition form?
- 3b. What are the factors to consider when buying capital equipments?
4. State the advantages of leasing and why has this method be increasingly preferred to others?
- 4b. What are the principal benefits of central purchasing?
5. What do you consider is the pre-requisite for competitive bidding in taking decision as to what and when to buy?
- 5b. Give specifically the steps in the procurement cycle that affects decision making