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UNIVERSITY EXAMINATIONS

**2022/2023 ACADEMIC YEAR
FIRST YEAR SECOND SEMESTER
SPECIAL/SUPPLEMENTARY EXAMINATION**

**FOR THE DIPLOMA OF BUSINESS MANAGEMENT
COURSE CODE: DPS 101**

**COURSE TITLE: STOCK CONTROL AND STORES
MANAGEMENT**

DATE: 15/08/2023

TIME: 10.00AM – 1.00PM

INSTRUCTION TO CANDIDATES

- 1) The paper contains **FIVE** questions
- 2) Attempt **THREE** questions
- 3) Question **ONE** is Compulsory

TIME: 2 Hours

QUESTION ONE

- a. Identify & describe the major functions of a store house. (8mks)
- b. Explain any five reasons why organizations should keep accurate stock records. (10mks)
- c. What benefits does an organization attain from stock taking exercises (5mks)
- d. Define the following terms: (7mks)
- i. Stock
 - ii. Stock record
 - iii. Stock taking
 - iv. Stock Valuation

QUESTION TWO

- a. Discuss the importance of stock control practises to a business. (10mks)
- b. Describe the main cost flow assumptions used in stock valuation. (10mks)

QUESTION THREE

- a. Differentiate between Obsolete stock and Dead stock. (4mks)
- b. What are the causes of obsolete stock in an organization? (6mks)
- c. Explain inventory insurance and briefly detail the areas it covers in an organization. (10mks)

QUESTION FOUR

- a. What are the purposes of store keeping? (5mks)
- b. Outline some of the important functions of the store keeper in a firm. (5mks)
- c. Describe the various types of stores that can be adopted by an organization. (10mks)