



## Diploma in procurement and supply

# Contexts of procurement and supply

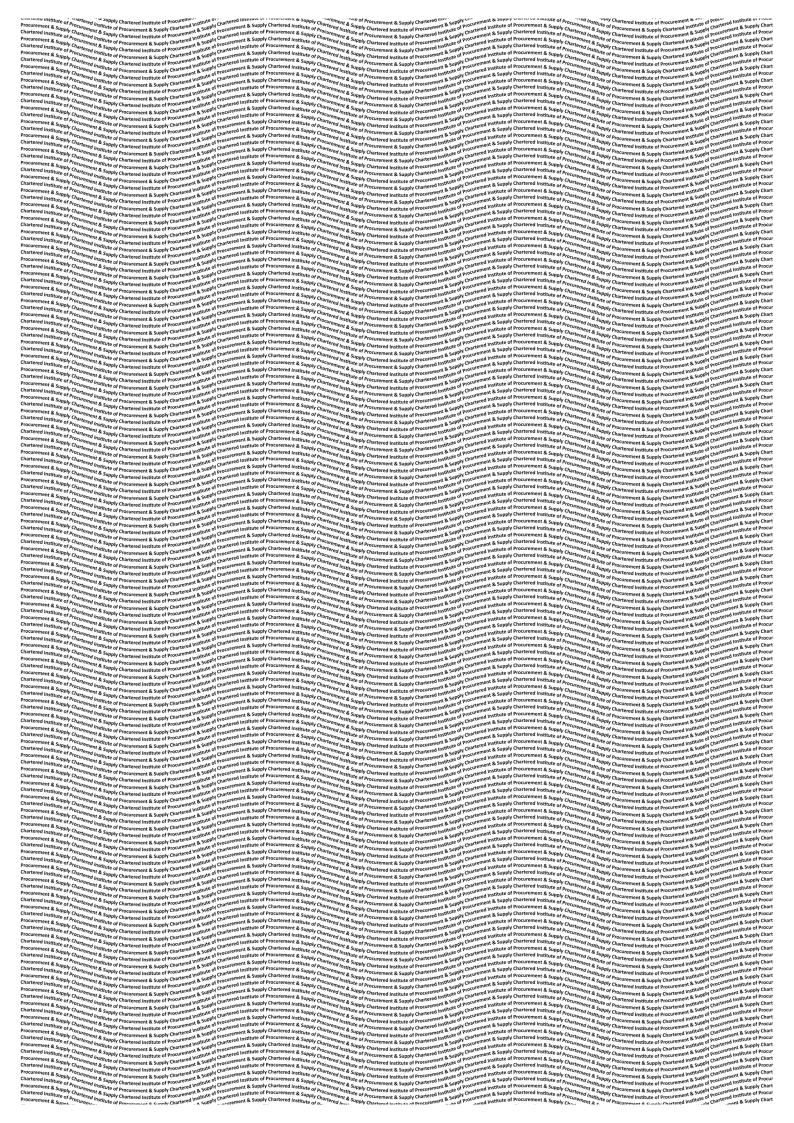
Date	Wednesday 22 July 2015			
Time	Start 09:30	End 12:30	Duration	3 hours

### **QUESTION PAPER**

#### **INSTRUCTIONS FOR CANDIDATES**

This examination has **FOUR** compulsory questions worth 25 marks each.

- 1. Do not open this question paper until instructed by the invigilator.
- 2. All answers must be written in the answer booklet provided.
- 3. All rough work and notes should be written in the answer booklet.



#### **QUESTIONS**

You are advised to spend 45 minutes on each question.

- Q1 (a) Explain TWO ways in which 'procurement' differs from 'purchasing'. (10 marks)
  - (b) Outline FIVE ways in which improving the quality of products can add value for an organisation. (15 marks)
- Q2 (a) Outline FIVE stages of the sourcing process. (10 marks)
  - (b) Describe **THREE** benefits for an organisation of following a structured sourcing process. (15 marks)
- Q3 (a) Explain FOUR advantages for an organisation of adopting a centralised procurement structure. (16 marks)
  - (b) Explain the following IT systems used by the procurement or supply chain function:
    - (i) Enterprise Resource Planning (ERP)
    - (ii) Materials Requirement Planning (MRP)
    - (iii) Purchase to Pay (P2P).

(9 marks)

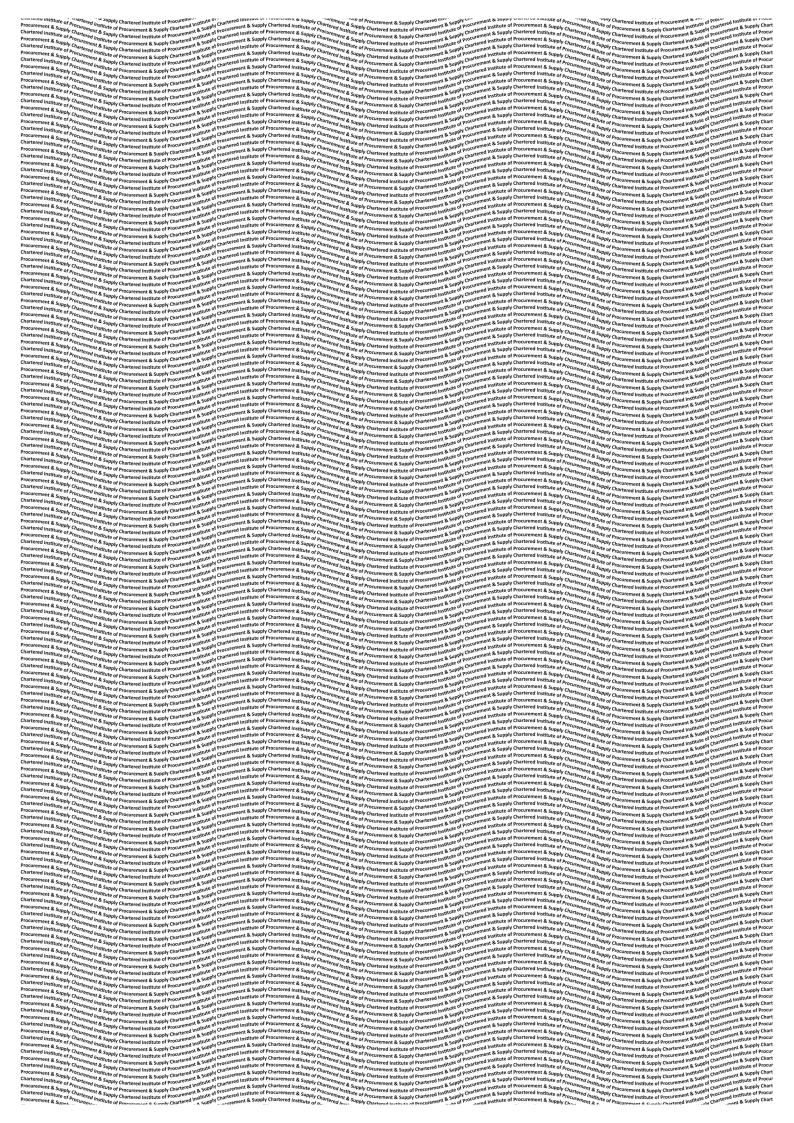
Q4 Explain FIVE factors that impact on purchasing activities in the retail sector. (25 marks)

**END OF QUESTION PAPER** 

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CIPS ASSESSMENT MANAGEMENT CENTRE c/o LINNEY DIRECT, A7 GOODS IN BELLAMY ROAD, MANSFIELD NOTTINGHAMSHIRE NG18 4LN UNITED KINGDOM

> TEL: +44(0) 845 880 1188 FAX: +44(0) 845 880 1187 www.cips.org