



PAN AFRICA CHRISTIAN UNIVERSITY

END OF SEMESTER EXAMINATION FOR

DIPLOMA IN PURCHASING AND SUPPLIES MANAGEMENT

JANUARY – APRIL 2018 SEMESTER

CAMPUS: ROYSAMBU

DEPARTMENT: BUSINESS STUDIES

COURSE CODE: DSM104

COURSE TITLE: LEGAL ISSUES IN PURCHASING

EXAM DATE: THURSDAY 12TH APRIL 2018

TIME: 2:00PM-5:00PM

INSTRUCTIONS

- This examination script consists of **Six (6)** questions.
- Read all questions carefully before attempting.
- Write your **student number** on the answer booklet provided.
- Question **ONE** is compulsory , answer any **FOUR** other questions

QUESTION ONE : COMPULSORY

- a. Define the Law of contract. (2 Marks)
- b. Explain **two** types of goods that are transacted in the sale of goods act. (5 Marks)
- c. Discuss the conventional way of settling buyer seller disputes (5 Marks)
- d. Explain **four** features of the Sales of goods Act. (8 Marks)
- e. Describe **four** essentials of a valid contract. (8 Marks)
- f. Discuss **six** ethical issues that professionals in purchasing and supply management should adhere to. (12 Marks)

QUESTION TWO

- a. Distinguish between a warranty and a guarantee as used in the sales of goods act. (5 Marks)
- b. Discuss a contract of sale of goods by description. (10 Marks)

QUESTION THREE

- a. Distinguish between express terms and implied terms in supply agreement.(5 Marks)
- b. Discuss **five** core values of public procurement oversight authority. (10 Marks)

QUESTION FOUR

Discuss the following concepts in contract life cycle:

- i. Contract initiation (7 Marks)
- ii. Contract closeout (8 Marks)

QUESTION FIVE

- a. Discuss the access to government procurement opportunities law in Kenya. (7 Marks)
- b. Explain **four** Issues that may delay processing of payment reports. (8Marks)

QUESTION SIX

- a. Discuss **five** disposal methods that may be recommended by the disposal committee. (15 Marks)