



# **KIBABII UNIVERSITY COLLEGE (KIBUCO)**

## **MAIN CAMPUS**

**UNIVERSITY EXAMINATIONS  
2014 /2015 ACADEMIC YEAR**

**THIRD YEAR FIRST SEMESTER EXAMINATIONS**

**MAIN EXAMINATION**

**FOR THE DEGREE  
OF  
BACHELOR OF COMMERCE**

**COURSE CODE: BCP 361**

**COURSE TITLE: RISK MANAGEMENT IN SUPPLY CHAIN**

**DATE: 12<sup>TH</sup> JANUARY 2015**

**TIME: 9.00 -10.00 A.M**

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**INSTRUCTIONS TO CANDIDATES:**

Answer Question ONE and any other Three Questions

TIME: 2 Hours

## **SECTION A (COMPULSORY) (25 marks)**

### **QUESTION ONE**

- (a) What supply chain/procurement risks or concern are most likely to negatively impact your organization? (6 marks)
- (b) Write short notes or
  - i) Risk appetite (4 marks)
  - ii) Risk charter (4 marks)
  - iii) Risk treatment (4 marks)
- (c) Explain the meaning of risk management philosophy (7 marks)

## **SECTION B**

### **QUESTION TWO (45 marks)**

Organizations encounter various and diverse types of risks at different levels of management”

- a) Explain how fundamental risk differs from particular risk (6 marks)
- b) Explain the three sources of risk in an organization (9 marks)

### **QUESTION THREE**

In today’s risk sensitive world, companies can become pre occupied with risks such as natural disasters among many but supply chain risks are often considerably more mundane and controllable than some of these high-profile scenarios. These areas of risk include? (15 marks)

### **QUESTION FOUR**

- (a) Explain any five objectives of risk management (10 marks)
- (b) Explain the key contents of a risk register (5 marks)

### **QUESTION FIVE**

- (a) In your opinion, which of the following supply chain/procurement solutions would have the greatest impact in minimizing risk to your organization? (5 marks)
- (b) Many best practices in supply chain management and procurement are also best practices in risk management control. Among these practices are? (10 marks)

### **QUESTION SIX**

Bungoma textile centre is an organization that makes garments meant for both male and female. The risk manager of the company has approached you as a risk expert for some advice. Describe the process that may be followed in managing supply chain risks in their organization.

(15 marks)