

- 1.** Give short answers for the following questions: (15)
 - i. What is Inventory Management?
 - ii. What is the purpose of keeping stocks in a supply chain?
 - iii. What is a reorder cost?
 - iv. Define the holding cost.
 - v. What does the procurement department do in a supply chain?
- 2.** Discuss the main reasons for keeping the stocks. (7)
- 3.** Discuss, in detail, the costs involved in keeping the stocks. (8)