

Inventory Management

ASSESSMENT # 7

Total Marks: 30

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 stocks. (7)
3. Discuss, in detail, the costs involved in keeping stocks. (8)