Level 6 Professional Diploma in Procurement and Supply

PD4 - Supply chain diligence

EXAM EXEMPLAR QUESTIONS

QUESTIONS
Q1 Learning outcome: 1.0

(a) Assess THREE sources of risk that can impact on the vulnerability of globalised supply chains. (15 marks)

(b) Justify FIVE arguments in favour of local sourcing in preference to global sourcing. (10 marks)

Q2 Learning outcome: 2.0

(a) Assess FIVE examples of anti-competitive agreements that could arise in commercial dealings between organisations. (15 marks)

(b) Review the main approaches to the regulation of anti-competitive agreements. (10 marks)

Q3 Learning outcome: 3.0

Currency management has become an increasingly important issue for many organisations as they become more dependent on purchasing goods and services on a global basis.

(a) Assess THREE main reasons for the volatility of exchange rates. (15 marks)

(b) Compare the use of spot and forward exchange rates in the management of currencies by organisations in a supply chain. (10 marks)

Q4 Learning outcome: 4.0

A recent report highlighted that the main measure of performance used by the majority of purchasing organisations was reduced costs.

Propose other sets of performance measures that could be applied by purchasing organisations to assess their contribution to corporate performance. (25 marks)