



OFFICE OF THE DEPUTY VICE CHANCELLOR
ACADEMICS, STUDENT AFFAIRS AND RESEARCH

UNIVERSITY EXAMINATIONS

2024 /2025 ACADEMIC YEAR

4TH YEAR 2ND SEMESTER MAIN EXAMINATION

FOR THE DEGREE OF BACHELOR OF BUSINESS MANAGEMENT

COURSE CODE: **BBM444**

COURSE TITLE: **RISK PROCUREMENT MANAGEMENT**

DATE: **7TH APRIL 2025**

TIME: **8 TO 11 A.M**

INSTRUCTION TO CANDIDATES

- SEE INSIDE
- THIS PAPER CONSISTS OF 3 PRINTED PAGES PLEASE TURN OVER

MAIN EXAM

BBM444: RISK PROCUREMENT MANAGEMENT

STREAM: BBM

DURATION: 3 Hours

INSTRUCTIONS TO CANDIDATES

- i. Answer Question **ONE** and any other **TWO** questions.
 - ii. Maps and diagrams should be used whenever they serve to illustrate the answer.
- Do not write on the question paper.*

QUESTION ONE (30 MARKS)

- a) What criteria should be used to evaluate supplier risk, and how can due diligence be conducted effectively? (10 marks)
- b) Explain how contract management can be used as a tool for risk mitigation in procurement? (10 marks)
- c) Discuss the ethical considerations related to risk management in procurement? (10 marks)

QUESTION TWO (20 MARKS)

- a) How can organizations proactively identify potential risks before they materialize? (10 marks)
- b) Develop a comprehensive risk management plan for the procurement of a new software system for a large organization. (10 Marks)

QUESTION THREE (20 MARKS)

- a) You are procuring a critical piece of equipment for your company. What are some key risks you should consider, and how would you mitigate them? (10 marks)
- b) Explain the role of stakeholders in procurement risk management. (10 marks)

QUESTION FOUR (20 MARKS)

- a) "All risks can be eliminated with sufficient planning and resources." Discuss this statement, providing arguments for and against it. (10 marks)

- b) Discuss the challenges of managing risks associated with international procurement, such as currency fluctuations, political instability, and cultural differences. (10 marks)

QUESTION FIVE (20 MARKS)

- a) Explain the basic steps involved in a typical risk management process? (10 marks)
- b) What is a risk register, and what information does it typically contain? (10 marks)