



# **MASENO UNIVERSITY**

## **UNIVERSITY EXAMINATIONS 2017/2018**

**THIRD YEAR SECOND SEMESTER EXAMINATION FOR THE  
DEGREE OF BACHELOR OF BUSINESS ADMINISTRATION  
(PROCUREMENT) WITH INFORMATION TECHNOLOGY**

### **CITY CAMPUS - EVENING**

#### **ABA 344: ETHICS IN PURCHASING AND SUPPLIES**

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Date: 16<sup>th</sup> January, 2018

Time: 5.30 - 7.30pm

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#### **INSTRUCTIONS:**

- Answer Question ONE and any other THREE
- Question one carries 25 marks and the rest 15 marks each



**QUESTION ONE (25 marks) (Compulsory)**

- (a) (i) Differentiate between Personal and Professional Ethics. [2 marks]
- (ii) State the main principles of Professional Ethics. [3 marks]
- (b) Describe some ethical issues relating to suppliers. [10 marks]
- (c) Explain factors you would consider as a procurement officer when receiving a gift or the offer of hospitality. [10 marks]

**QUESTION TWO**

**(15 marks)**

- (a) Elucidate on the benefits and criticisms of ethical codes. [8 marks]
- (b) Explain the need for Ethical Training Sessions for purchasing staff. [7 marks]

**QUESTION THREE**

**(15 marks)**

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- (a) Assume you are an employee in procurement and supply chain department faced with an ethical dilemma. State some of the factors that may influence your ethical decisions. [5 marks]
- (c) Point out indicators of potential procurement fraud and suggest ways to reduce the threats of fraud in your department. [10 marks]

**QUESTION FOUR**

**(15 marks)**

(a) Elucidate on important areas of environmental concern as a way of being responsible towards the environment.

[10 marks]

(b) Define the term 'Environmental Purchasing' while explaining how it is subject to a vast range of international and national environmental legislation and directives.

[5 marks]

**QUESTION FIVE**

**(15 marks)**

(a) Describe ICPS Code of Ethics.

[7 marks]

(b) State the steps involved in implementing Environmental Purchasing Policy.

[8 marks]

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