

3.3.2 AQA Business

AQA GCSE Business

3.3.2 The role of procurement (1)

Multiple Choice Question Test Bank

MCQ Test 2

This MCQ test contains 15 questions covering the specification content for 3.3.2: The role of procurement

Instructions:

- **There are 15 questions in this test.**
- **Your teacher will determine how long you have to complete this test and under what conditions.**
- Only one answer per question is allowed.
- For each answer completely fill in the circle alongside the appropriate answer.
- If you want to change your answer you must cross out your original answer.
- If you wish to return to an answer previously crossed out, ring the answer you now wish to select.

0 1 Which of the following is the opposite of just in time?

- A Stock control
- B TQM
- C Just in case stock management
- D Kaizen

[1 mark]

0 2 A drawback to a business of using just in time stock control is:

- A High insurance costs
- B Stock could quickly become out of date or obsolete
- C Storage costs will be high
- D Delays in deliveries could result in idle resources

[1 mark]

0 3 Which of the following businesses would be best suited to a just in time stock control system?

- A Car manufacturer
- B Nationwide footwear retailer
- C Wholesaler of building supplies
- D School uniform retailer

[1 mark]

0 4 Which of the following would a new fair trade café consider as the most important factor when considering its choice of suppliers?

- A Price
- B Reliability
- C Flexibility
- D Ethical values

[1 mark]

0 5 The business term that involves choosing a supplier, agreeing what to buy at a certain price and by when is called:

- A Logistics
- B Supply chain management
- C Stock control
- D Procurement

[1 mark]

0 6 Which of the following is a benefit to a supplier of consistently delivering products on time?

- A Repeat orders
- B Lower prices
- C Lower storage costs
- D Minimal buffer stock held

[1 mark]

0 7 Supply chain management is increasingly difficult and complex due to:

- A The increased pace of globalisation
- B The UK's ageing population
- C Economies of scale
- D Improvements in communication systems

[1 mark]

0 8 Which of the following job roles would be found within the logistics department for a large supermarket chain?

- A Customer services manager
- B Warehouse manager
- C Retail manager
- D Human resources manager

[1 mark]

0 9 Which area of business will Amazon particularly focus upon to ensure customer deliveries arrive on time?

- A Finance
- B Sales
- C Logistics
- D Marketing

[1 mark]

1 0 The time difference between a business ordering and receiving stock is called the:

- A Reorder quantity
- B Lead time
- C Buffer stock
- D Reorder level

[1 mark]

1 1 Which of the following is a main reason why a supplier may be reluctant to supply a new business with stock?

- A The quality of the supplies may not meet customer expectations
- B The new business may request large volumes of stock
- C The new business may demand reasonable prices
- D High failure rate of new businesses

[1 mark]

1 2 Which of the following is a benefit to a business of having an efficient procurement department?

- A Improved levels of customer service
- B Increased levels of staff motivation
- C Higher sales revenue
- D Lower unit costs

[1 mark]

1 3 Which of the following is the first stage in a supply chain for a chocolate bar?

- A The supplier of cocoa beans
- B The manufacturer of the chocolate bar
- C Transportation between each stage of the supply chain
- D The retailer

[1 mark]

1 4 Which of the following is a benefit to a business of reducing its production times?

- A It will hold less stock
- B It sales will increase
- C Its staff will be more motivated
- D It could create a competitive advantage

[1 mark]

1 5 A business getting good value when buying products means that it will:

- A Always get the cheapest price
- B Always get the highest quality
- C Get the right balance between price and quality
- D Charge its customers the lowest price possible

[1 mark]

ANSWERS TO THIS MCQ TEST

| Q | CORRECT |
|----------|----------------|
| 1 | C |
| 2 | D |
| 3 | A |
| 4 | D |
| 5 | D |
| 6 | A |
| 7 | A |
| 8 | B |
| 9 | C |
| 10 | B |
| 11 | D |
| 12 | D |
| 13 | A |
| 14 | D |
| 15 | C |