<u>Quiz</u>

- 1. Cargo is:
 - a. Freight
 - b. freight plus mail
- 2. The downstream end of a supply chain is:
 - a. supplier end
 - b. customer end
- 3. In the 'unionist perspective':
 - a. logistics is a part of SCM
 - b. SCM is a part of logistics
- 4. In the 'traditionalist' perspective:
 - a. logistics is a part of SCM
 - b. SCM is a part of logistics
- 5. Containerisation was first developed in:
 - a. the 1950's
 - b. the 1970's
- 6. A low value, high volume shipment has:
 - a. a high transport cost penalty
 - b. a low transport cost penalty
- 7. The term supply chain management was introduced around:
 - a. the 1960s
 - b. the 1980s
- 8. A supply chain is best understood as:
 - a. a linear chain
 - b. a multidimensional network
- 9. Effective transport deregulation typically aims to achieve (at least in theory):
 - a. cost reduction
 - b. service improvement
 - c. both
- 10. Ethnocentricity involves:
 - a. adopting the perspective only of the home country where its headquarters are located
 - b. adopting the host country perspective
 - c. the company not adopting any particular country perspective(s)
- 11. In the context of global logistics the acronym 'TNC' stands for:
 - a. transnational corporation
 - b. transnational competence

- 12. Which type of company portrays more of a global identity:
 - a. a transnational corporation
 - b. a multinational company
- 13. Offshoring can be defined as:
 - a. the transfer of specific processes to lower cost locations in other countries
 - b. the transfer to a third party of the management and delivery of a process previously performed by the company itself
- 14. Geocentricity involves:
 - a. adopting the perspective only of the home country where its headquarters are located
 - b. adopting the host country perspective
 - c. the company not adopting any one particular country perspective(s)
- 15. Craft production allows:
 - a. high output volume with low output variety
 - b. high output variety with low output volume
- 16. Another name for postponement is:
 - a. delayed product design
 - b. delayed product differentiation
- 17. An agile supply chain strategy works best with:
 - a. short lead time, unpredictable demand
 - b. short lead time, predictable demand
- 18. Another term used to describe the 'functional' nature of many organisations is:
 - a. silo
 - b. corporate
- 19. A leagile supply chain strategy works best with:
 - a. long lead time, predictable demand
 - b. long lead time, unpredictable demand
- 20. The consignee is:
 - a. the company or individual who sends the consignment
 - b. the company or individual who actually receives the shipment
- 21. The term NVOCC is an acronym for:
 - a. non-vessel-owning common carrier
 - b. non-vessel-operating common carrier
- 22. The term NVOCC:
 - a. *is* associated with the activity known as groupage
 - b. is not associated with the activity known as groupage

- 23. How many groups of incoterms are there?
 - a. Two
 - b. Three
 - c. Four
- 24. In the hierarchy of needs for freight purchasing decision makers will typically *first* consider which of the following issues:
 - a. avoidance of risk
 - b. price
- 25. Which of the following is correct?
 - a. sourcing = procurement + purchasing
 - b. procurement = sourcing + purchasing
- 26. The acronym 'OEM' stands for:
 - a. original electronics manufacturing
 - b. original equipment manufacturer
- 27. A higher score on the environmental separation index between an outsourcer and an outsourcee indicates:
 - a. *large* differences in work practices, culture and perceptions between an outsourcer and an outsource
 - b. *small* differences in work practices, culture and perceptions between an outsourcer and an outsource
- 28. Which of the following statements is correct?
 - a. In order to be an order winner a factor must first be an order qualifier
 - b. In order to be an order qualifier a factor must first be an order winner
- 29. The acronym 'RFI' as understood in the procurement process means:
 - a. request for identification
 - b. road freight information
 - c. request for information
- 30. Very slow moving items of inventory are likely to be classified in an ABC inventory classification system as:
 - a. 'A' items
 - b. 'B' items
 - c. 'C' items
- 31. The square root rule is concerned with:
 - a. deciding how much inventory to re-order
 - b. reducing total system inventory by reducing the number of locations within which inventory is held
 - c. transit inventory

- 32. In the economic order quantity (EOQ) model the following two sets of costs are considered:
 - a. Inventory carrying costs and order set-up costs
 - b. Inventory carrying costs and costs associated with inventory in transit
 - c. Order set-up costs and sourcing costs
- 33. Inventory turnover is the ratio of:
 - a. value of average inventory held throughout the year divided by cost of all goods sold in a year
 - b. cost of all goods sold in a year divided by value of average inventory held throughout the year
 - c. value of average inventory held throughout the year divided by value of all goods sold in a year
- 34. A JIT system is likely to be charcaterised by:
 - a. frequent orders of small quantities
 - b. less frequent orders of large quantities
- 35. Which of these is <u>not</u> a value-adding activity in warehousing?
 - a. Break bulk
 - b. Smooth supply
 - c. Chase demand
- 36. Cross docking is:
 - a. A process that bypasses storage
 - b. A process that reduces materials handling
 - c. A process that improves product quality
- 37. Which of these is the cause of the Houlihan Effect?
 - a. Non-zero lead times and demand signal processing
 - b. Order batching
 - c. Rationing and gaming
- 38. Materials requirements planning (MRP) systems are used to:
 - a. Plan and control orders with dependent demand
 - b. Plan and control orders with independent demand
 - c. Forecast demand
- 39. Which of these is not an information task performed by warehouse management systems (WMS)?
 - a. Cycle counting
 - b. Purchase order generation
 - c. Pick accuracy confirmation
- 40. Warehouse technologies must be:
 - a. More flexible than human operators
 - b. The very latest technologies
 - c. Fit for purpose