

### Assignment # 7

**Total Marks: 30**

1. Give short answers for the following questions: (15)
  - i. What is Inventory Management?
  - ii. What is the purpose of keeping stocks in a supply chain?
  - iii. What is a reorder cost?
  - iv. Define the holding cost.
  - v. What does the procurement department do in a supply chain?
  
2. Discuss the main reasons for keeping the stocks. (7)
  
3. Discuss, in detail, the costs involved in keeping the stocks. (8)