



Methods of Inventory Management Assessment

Name: _____ Date: _____

1. List the two classifications of inventory control systems.
2. Which of the following is an advantage of a “push” system?
 - A. Increased cost
 - B. Increased inventory
 - C. Economics of scale
 - D. Increased safety stock
3. Which of the following is an advantage of a “pull” system?
 - A. Maximum inventory
 - B. Workers can order anything they want
 - C. Lack of visibility between field warehouses
 - D. Better understanding of customers’ needs
4. What is the purpose of Material Requirement Planning (MRP)?
5. MRP is a (push/pull) system.
6. Explain the Just-in-Time (JIT) philosophy.



7. List four goals of JIT.
 - A. Reduce setup costs
 - B. Eliminate lead-times
 - C. Minimize safety stock
 - D. Strong QC program
 - E. Ensure high quality from customers
 - F. Optimize material flow
 - G. Ensure JIT deliveries from suppliers
8. Which one of the following refers to reordering systems?
 - A. One-bin or Two-bin
 - B. MRP & WIP
 - C. Safety Stock or Raw Material
 - D. Fixed-time & Fixed-quantity
9. List three advantages of the Kanban process.
 - A. It delegates responsibility to the line workers.
 - B. It is low-cost and easy to maintain.
 - C. It minimizes waste.
 - D. It avoids overproduction.
 - E. It provides a quick response to changes.
 - F. It is a simple and understandable process.
10. What are the two key factors that Kanban addresses?