

Managing Stock Worksheet

Watch the Two Teachers' YouTube video [Managing Stock Explained](#) to gain an understanding of how businesses manage stock. Then answer the questions below to assess your understanding of the video.



1. Describe the issues you may encounter if you have too much or too little stock.

2. Explain why a bar gate stock graph can be a useful tool when managing stock.

3. Which of the following best describes the re-order level?

- ☐ The lowest amount of stock available on site.
- ☐ When an order needs to be placed to ensure stock does not fall below the minimum level.
- ☐ The amount of time it takes for stock to arrive.
- ☐ The highest amount of stock allowed on site.

4. What is lead time?

- ☐ The shortest time allowed for procurement.
- ☐ When an order needs to be placed to ensure stock does not fall below the minimum level.
- ☐ The time it takes for new stock to arrive.
- ☐ The time it takes to find a supplier.

5. What does the acronym JIT stand for?

- ☐ Just in Time
- ☐ Just in Target
- ☐ Just in Transit
- ☐ Just in Touch

6. Assess the benefits and drawbacks of using the JIT method of managing stock.

7. Describe procurement.

8. What are the 5 essential factors when dealing with suppliers?

9. Explain how logistics is different to procurement.

10. Evaluate what the impact is of having efficient and organised logistics in place.