# QUESTION 2014

## GROUP – A

**(Multiple Choice Type Questions)**

1. Choose the correct alternatives for any ten of the following:

i) Which of the following is important for purchasing

✓a) Right Quality
b) Right Stability
c) Right Capital
d) None of these

ii) Purchase Management is part of

a) Supply Chain Management
✓b) Materials Management
c) Stores Management
d) None of these

iii) Proper purchase of material is essential for

✓a) Continuous Production
b) Continuous marketing
c) Proper budgeting
d) None of these

iv) At Break Even Point
✓a) Total Cost = Total Revenue
b) Total Cost < Total Revenue
c) Total Cost > Total Revenue
d) None of these

v) At Break Even Point
a) Profit > Loss
b) Profit < Loss
c) Profit > Total Cost
✓d) None of these

vi) VED Analysis is
a) Better than ABC Analysis
b) Worse than ABC Analysis
c) Both (a) & (b)
✓d) None of these

vii) Materials Management does not depend on
a) Supply Chain Management
b) Enterprise Resource Management
c) Human Resource Management
✓d) None of these

viii) MRP – II is a part of
✓a) Enterprise Resource Planning
b) Enterprise Resource Package
c) Enterprise Resource Program
d) Enterprise Resource Paradigm

ix) ABC Analysis is a
✓a) Selective Inventory Control Mechanism
b) Probabilistic Inventory Control Mechanism
c) Both (a) & (b)
d) None of these

x) Purchase Cycle is managed by
a) The Purchase Manager
b) The Materials Manager
✓c) Both (a) & (b)
d) None of these

## GROUP – B
**(Short Answer Type Questions)**

2. Explain the different method of purchasing.
**See Topic: PURCHASE MANAGEMENT, Long Answer Type Question No. 3(1st Part).**

3. What are centralized and decentralized systems of purchasing?
**See Topic: PURCHASE MANAGEMENT, Long Answer Type Question No. 3(2nd Part).**

4. Discuss in details the various purchasing parameter.
**See Topic: PURCHASE MANAGEMENT, Short Answer Type Question No. 9.**

5. What is TQM? Explain the concept of 'POKA YAKO'?
**See Topic: INVENTORY CONTROL, Short Answer Type Question No. 5.**

6. Define the concept of Material requirement planning. Explain the various objectives of MRP.
**See Topic: INTEGRATED MATERIALS MANAGEMENT, Short Answer Type Question No. 10.**

## GROUP – C
### (Long Answer Type Questions)

7. a) What is the need for vendor development and vendor rating?
b) What are the methods of vendor evaluation? Explain.
**See Topic: PURCHASE MANAGEMENT, Long Answer Type Question No. 6(a) & (b).**

8. a) What is letter of credit? Explain briefly Breach of contract
b) Explain the concept of perpetual inventory system.
c) What are the main objectives of scientific store keeping? Explain.
**a) See Topic: PURCHASE MANAGEMENT, Short Answer Type Question No. 10.**
**b) See Topic: INVENTORY CONTROL, Short Answer Type Question No. 6.**
**c) See Topic: STORES MANAGEMENT, Short Answer Type Question No. 7.**

9. a) Discuss the importance of MIS in decision making process of an organization.
b) State the latest concept of Just-in-Time technique of purchasing. Explain its scope and opportunities in Indian situation.
**a) See Topic: INVENTORY CONTROL, Long Answer Type Question No. 9(a) (OR).**
**b) See Topic: INVENTORY CONTROL, Long Answer Type Question No. 2.**

10. Write short notes on any three:
   a) Legal aspects of purchasing
   b) FIFO and LIFO method of store ledger
   c) EOQ model
   d) Make or buy decision
   e) Value analysis

**a) See Topic: PURCHASE MANAGEMENT, Long Answer Type Question No. 8.(a).**
**b) See Topic: STORES MANAGEMENT, Long Answer Type Question No. 8.(b).**
**c) See Topic: INVENTORY CONTROL, Long Answer Type Question No. 19.(i).**
**d) See Topic: INTEGRATED MATERIALS MANAGEMENT, Long Answer Type Question No. 6.(b).**
**e) See Topic: INTEGRATED MATERIALS MANAGEMENT & VALUATION, Long Answer Type Question No. 2.(b).**