

Enrollment No.....



**Faculty of Management**  
**End Sem (Odd) Examination Dec-2018**  
**MS3EG05 Material Management**

Programme: BBA                      Branch/Specialisation: Management

**Duration: 3 Hrs.****Maximum Marks: 60**

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d.

- Q.1 i. The first activity of value analysis is **1**  
 (a) Implementation and monitoring  
 (b) Innovation  
 (c) Identification & information gathering  
 (d) Analysis
- ii. What is the main objective of Material Management? **1**  
 (a) Arrange for alternative source  
 (b) Maximum profit through economies of scale  
 (c) Reduce manufacturing and other related costs  
 (d) All of these
- iii. Material Management department is not concerned with **1**  
 (a) Purchase of Material      (b) Storekeeping  
 (c) Inventory Control      (d) Marketing of the product
- iv. Ordering of material at the time of requirement is called **1**  
 (a) Blanket ordering      (b) Just in Time  
 (c) Capital purchasing      (d) Petty cash purchasing
- v. Safety stock is also called as- **1**  
 (a) Buffer stock      (b) Secure stock  
 (c) No harm stock      (d) All of these
- vi. A situation when the firm is not having units of an item in store **1**  
 but there is a demand for that is called -  
 (a) Stock out      (b) Stock in  
 (c) Both (a) and (b)      (d) None of these
- vii. Which of the following is a manual or computer record of raw **1**  
 materials and production supplies?  
 (a) Stock ledger      (b) Store card  
 (c) Both (a) and (b)      (d) None of these

- viii. Which of the following is not a principal of material handling- **1**  
 (a) Material flow      (b) Automation  
 (c) Cost reduction      (d) None of these
- ix. \_\_\_\_\_ allows a segment of the master schedule to be **1**  
 designated as "not to be rescheduled."  
 (a) Pegging      (b) System nervousness  
 (c) Time fence      (d) Regenerative MRP
- x. The following eases the process of stock control **1**  
 (a) Standardization      (b) Simplification  
 (c) Both (a) and (b)      (d) None of these
- Q.2 i. What do you understand by material management? **2**  
 ii. Explain the nature of material management? **3**  
 iii. What are the objectives and importance of material management? **5**  
 OR iv. Discuss briefly the modern trends in material management? **5**
- Q.3 i. What is mean by purchase management? **2**  
 ii. Explain the types of buying methods and also describe the factors **8**  
 affecting the selection of sources?  
 OR iii. What are the objectives and functions of purchase management? **8**
- Q.4 i. What is EOQ analysis and also write its formula? **3**  
 ii. What is the meaning of inventory control? Explain the objectives **7**  
 and techniques of inventory control?  
 OR iii. Explain the meaning and types of inventory? **7**
- Q.5 i. What is the importance of material handling? **4**  
 ii. What are the objectives and function of store keeping? **6**  
 OR iii. Explain the principles and criteria for selection of material **6**  
 handling equipments?
- Q.6 Write short note on any two:  
 i. Factors influencing MRP **5**  
 ii. Potential benefits and problems of MRP **5**  
 iii. Basic elements and operation of MRP **5**

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P.T.O.

**Marking Scheme**  
**MS3EG05 Material Management**

Q.1	i.	The first activity of value analysis is (c) Identification & information gathering	<b>1</b>
	ii.	What is the main objective of Material Management? (d) All of these	<b>1</b>
	iii.	Material Management department is not concerned with (d) Marketing of the product	<b>1</b>
	iv.	Ordering of material at the time of requirement is called (b) Just in Time	<b>1</b>
	v.	Safety stock is also called as- (a) Buffer stock	<b>1</b>
	vi.	A situation when the firm is not having units of an item in store but there is a demand for that is called - (a) Stock out	<b>1</b>
	vii.	Which of the following is a manual or computer record of raw materials and production supplies? (a) Stock ledger	<b>1</b>
	viii.	Which of the following is not a principal of material handling- (d) None of these	<b>1</b>
	ix.	_____ allows a segment of the master schedule to be designated as "not to be rescheduled." (c) Time fence	<b>1</b>
	x.	The following eases the process of stock control (c) Both (a) and (b)	<b>1</b>
Q.2	i.	Meaning of material management	<b>2</b>
	ii.	Nature of material management 1 mark for each point (1 mark *3)	<b>3</b>
	iii.	Objectives of material management 0.5 mark for each point (0.5 mark * 5) Importance of material management 0.5 mark for each point (0.5 mark * 5)	<b>5</b> 2.5 marks 2.5 marks
OR	iv.	Modern trends in material management	<b>5</b>
Q.3	i.	Meaning of purchase management	<b>2</b>
	ii.	Types of buying methods Factors affecting the selection of sources	<b>8</b> 4 marks 4 marks
OR	iii.	Objectives of purchase management 1 mark for each point (1 mark * 4)	<b>8</b> 4 marks

		Functions of purchase management 1 mark for each point (1 mark * 4)	<b>4</b> marks
Q.4	i.	EOQ analysis Its formula	<b>3</b> 2 marks 1 mark
	ii.	Meaning of inventory control Objectives of inventory control 1 mark for each point (1 mark * 3) Techniques of inventory control 1 mark for each point (1 mark * 3)	<b>7</b> 1 mark 3 marks 3 marks
OR	iii.	Meaning of Inventory Types of inventory	<b>7</b> 2 marks 5 marks
Q.5	i.	Importance of material handling 1 mark for each point (1 mark * 4)	<b>4</b> (1 mark * 4)
	ii.	Objectives of store keeping 1 mark for each point (1 mark * 3) Function of store keeping 1 mark for each point (1 mark * 3)	<b>6</b> 3 marks 3 marks
OR	iii.	Principles 1 mark for each point (1 mark * 3) Criteria for selection of material handling equipment's 1 mark for each point (1 mark * 3)	<b>6</b> 3 marks 3 marks
Q.6		Write short note on any two:	
	i.	Factors influencing MRP 1 mark for each point (1 mark * 5)	<b>5</b> (1 mark * 5)
	ii.	Potential benefits 0.5 mark for each point (0.5 mark * 5) Problems of MRP 0.5 mark for each point (0.5 mark * 5)	<b>5</b> 2.5 marks 2.5 marks
	iii.	Basic elements 0.5 mark for each point (0.5 mark * 5) Operation of MRP 0.5 mark for each point (0.5 mark * 5)	<b>5</b> 2.5 marks 2.5 marks

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