



III Semester M.B.A. in Production and Operation Management
Examination, August 2011
PURCHASING MATERIAL MANAGEMENT
Elective – 2

Time : 3 Hours

Max. Marks : 80

Instruction : *In Section – 1 all questions are **compulsory** and carries 6 marks each and in Section – 2 attempt **any 5** questions and each carries 10 marks.*

SECTION – 1

All questions are compulsory (6 marks each) :

1. What are the various aspects of purchasing management ?
2. Write a short note on charting method of price forecasting.
3. Describe the 'Payback period method' for purchasing of capital equipments.
4. What are the advantages of leasing of capital equipments once purchasing the same ?
5. What is bill of loading ?

SECTION – 2

Answer any five questions (10 marks each) :

1. Why do companies prefer regression method of price forecasting over other methods ? Explain with suitable examples.
 2. Write a note on centralised buying concept and role of DGS and D.
 3. What step should be taken to reduce obsolescence and scrap of items ?
 4. Write a note on acceptance sampling plan.
 5. What is the difference between LIFO and FIFO methods of inventory management ?
 6. List and explain different types of purchase models.
 7. What is the difference between P and Q systems of inventory ?
 8. How are robots being used for inventory management ? Give suitable examples.
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