2021
( July )

BUSINESS ADMINISTRATION
( Honours )

## (Production and Operations Management )

(BBAC-402)
( For the Students of 2018 Batch and Onwards )

Marks : 75
Time : 3 hours

The figures in the margin indicate full marks for the questions

1. (a) What are the objectives and scope of Production and Operations Management?
(b) What are the basic principles of plant layout? Describe the three kinds of basic plant layouts.
$5+5=10$

OR
2. (a) In order to attract more industries to the industrially backward areas in the North-East, what measures would you suggest to the government? Discuss.
(b) What is value analysis?
(c) State the merits and demerits of centralized and decentralized buying.
3. (a) A mail-order house uses 18000 boxes a year. Carrying costs are $20 \%$ of the price per box per year, and ordering costs are $₹ 96$. The following price schedule applies :

| Number of boxes | Price per box |
| :---: | :---: |
| 100 to 499 | $₹ 125$ |
| 500 to 699 | $₹ 120$ |
| 700 and above | $₹ 115$ |

Compute the optimal order quantity. 12
(b) What is buffer stock?

OR
4. (a) How does the practice of selective management contribute towards the achievement of efficiency in an organization?
(b) Explain the various types of spares for stock-taking policy.
(c) Discuss the characteristics of a good coding system.
5. (a) What is meant by production planning? How is production plan an integral part of the overall corporate plan? $\quad 3+7=10$
(b) What is assembly line balancing? Explain.

## OR

6. (a) Distinguish between scheduling and sequencing.
(b) What are the various rules of dispatch?
(c) We have six jobs, each of which must go through machines $X, Y$ and $Z$ in the order $X Y Z$. Processing times (in hours) are given in the following table :

| Job | $A$ | $B$ | $C$ | $D$ | $E$ | $F$ |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: |
| Machine $X$ | 8 | 3 | 7 | 2 | 5 | 1 |
| Machine $Y$ | 3 | 4 | 5 | 2 | 1 | 6 |
| Machine Z | 8 | 7 | 6 | 9 | 10 | 9 |

Using Johnson's rule, determine a sequence for the six jobs.
7. (a) What is supply chain management? Discuss the principles of supply chain management.
(b) A farmer can plant up to 8 acres of land with wheat and barley. He can earn $₹ 5,000$ for every acre he plants with wheat and $₹ 3,000$ for every acre he
plants with barley. His use of a necessary pesticide is limited by government regulations to 10 litres for his entire 8 acres. Wheat requires 2 litres of pesticide for every acre planted and barley requires just 1 litre per acre.

Formulate the above as an LP problem.

## OR

8. Five warehouses are supplied by four factories. The supply available from each factory, the demand at each warehouse and the cost per unit of transporting goods from the factories to the warehouses are summarized in the following table :

|  | $W_{1}$ | $W_{2}$ | $W_{3}$ | $W_{4}$ | $W_{5}$ | Supply |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| $F_{1}$ | 13 | 9 | 15 | 10 | 12 | 40 |
| $F_{2}$ | 11 | 10 | 12 | 12 | 9 | 10 |
| $F_{3}$ | 12 | 9 | 11 | 12 | 9 | 20 |
| $F_{4}$ | 13 | 12 | 13 | 12 | 10 | 10 |
| Demand | 12 | 15 | 20 | 15 | 18 | - |

Use Vogel's approximation method to find an optimal shipping plan for the problem.

## ( 5 )

9. (a) Define quality. Briefly explain the types
of quality control methods available. $2+5=7$
(b) What is total quality management (TQM)? Discuss the benefits an organization would reap by implementing TQM. $2+6=8$

OR
10. (a) What is time study? How is it different from method study? $3+3=6$
(b) Write a note on six sigma explaining its importance and benefits in today's corporate world.

