

Plot No. 2, Knowledge Park-III, Greater Noida (U.P.) -201306

POST GRADUATE DIPLOMA IN MANAGEMENT (2023-25) END TERM EXAMINATION (TERM-IV)

Subject Name	: Material and Purchase Management	
Sub. Code:	PGO41	

Time: **02.00 hrs** Max Marks: **40**

Note:

All questions are compulsory. Section A carries 5 marks: 5 questions of 1 marks each, Section B carries 21 marks having 3 questions (with internal choice question in each) of 7 marks each and Section C carries 14 marks one Case Study having 2 questions of 7 marks each.

<u>SECTION - A</u>			
Attempt all questions. All questions are compulsory. 1×5 :		= 5 Marks	
Questions	CO	Bloom's Level	
Q. 1: (A). Illustrate Integrated Materials Management.	CO1	L1	
Q. 1: (B). Define the term MRP.			
Q. 1: (C). Describe the functionality of Purchase Management.			
Q. 1: (D). Define Inventory carrying cost.			
Q. 1: (E). Quote "codification of materials". (Entire Sec A to be assigned one CO.)			
<u>SECTION – B</u>	1		
All questions are compulsory (Each question have an internal choice. Attempt a or B) from the internal choice) Marks Questions	7×3		
Questions	CO	Level	
Q. 2: (A). What are the different methods of Sales forecasting? Simulate a practical scenario to explain sales forecasting requirement for better inventory control.	CO2	L2, L3	
Or			
Or Q. 2: (B). Discuss how effective inventory management can influence a company's overall performance. What strategies can be implemented to optimize inventory levels?			
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Or

 Q. 3: (B). Evaluate the importance of maintaining strong relationships with suppliers. What factors should companies consider when selecting and managing their suppliers? (internal choices with two questions corresponding to the same CO) Q. 4: (A). Explore the significance of sustainable practices in materials management. How can organizations integrate sustainability into their supply chain processes? 	CO3	L4, L5
Or Q. 4: (B). Discuss the various risks associated with materials management. What measures can organizations take to mitigate these risks effectively?		
(internal choices with two questions corresponding to the same CO)		

SECTION - C

Read the case and answer the questions

7×02 = 14 Marks

Questions	CO	Bloom's
Q. 5: Case Study:	CO4	Level L5,L6
	04	LJ,L0
ABC Build Construction is a mid-sized construction firm based in India,		
specializing in sustainable building projects. Over the last five years, the		
company has faced challenges in managing its materials, leading to project		
delays, increased costs, and wastage. To address these issues, ABC Build		
decided to implement a new material management system aimed at improving		
efficiency and reducing waste.		
In early 2023, ABC Build engaged a consultancy firm to evaluate its current		
material management processes. The assessment revealed several inefficiencies,		
including poor inventory tracking, lack of standardized procedures, and		
inadequate supplier management. As a result, ABC Build launched a		
comprehensive overhaul of its material management practices. The company		
adopted a digital inventory management system that provided real-time tracking		
of materials. This system allowed project managers to monitor stock levels,		
forecast material needs, and automate reordering processes. Additionally, ABC		
Build established standardized procedures for material handling, including		
guidelines for receiving, storing, and distributing materials on-site. To enhance		
supplier relationships, ABC Build implemented a supplier evaluation program.		
This program included criteria such as delivery reliability, quality of materials,		
and cost-effectiveness. By fostering strong partnerships with reliable suppliers,		
ABC Build aimed to ensure timely delivery and reduce the risk of project delays.		

By the end of 2023, ABC Build Construction reported significant improvements	
in its material management. The digital inventory system reduced material	
wastage by 30%, as excess orders and shortages were minimized. The	
standardized procedures streamlined operations, resulting in a 20% decrease in	
project completion times.	
Furthermore, the supplier evaluation program led to better negotiation terms and	
improved material quality. ABC Build was able to cut its material costs by 15%,	
contributing to higher profit margins on projects.	
Overall, the new material management system not only enhanced operational	
efficiency but also positioned ABC Build as a leader in sustainable construction	
practices. The company received positive feedback from clients and	
stakeholders for its commitment to reducing waste and optimizing resource use.	
The case of ABC Build Construction demonstrates the critical role of	
effective material management in the construction industry. By leveraging	
technology and establishing strong supplier relationships, the company was able	
to overcome its challenges and achieve substantial improvements in efficiency	
and cost-effectiveness.	
Questions:	
Q. 5: (A). Create a strategic plan for the construction of firms implementing to	
further enhance material management beyond those employed by ABC Build	
Construction?	
Q. 5: (B). Develop how can technology integration in material management	
impact overall project sustainability in the construction industry?	

COs	Bloom's Level	Marks Allocated
CO1		5 Marks
CO2		7 Marks
CO3		14 Marks
CO4		14 Marks

(Please ensure the conformity of the CO wise marks allocation as per your TLEP.)

Blooms Taxonomy Levels given below for your ready reference:

L1= Remembering L2= Understanding L3= Apply L4= Analyze L5= Evaluate L6= Create