

Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND
ECONOMICS, PONDA-GOA

M. COM. (SEMESTER – III) EXAMINATION, NOVEMBER 2014
ACCOUNTING AND FINANCE
CO3A1 : STRATEGIC MATERIALS MANAGEMENT

Duration : 2hours

Max. Marks: 38

Instructions : Answer all the questions

- Q.1) Answer the following (3 x 2 = 6)
- What are the sources of business ethics?
 - Discuss value analysis.
 - Explain the different stock levels.
- Q.2A) What is Strategic implementation? Describe various approaches to Strategic Implementation (8)
- OR
- Q.2B) Describe the role of negotiation in purchasing. (8)
- Q.3A) What is the importance of CSR? Explain the model of CSR. (8)
- OR
- Q.3B) "Trade is not restricted within the boundaries of a nation but has spread throughout the world." Explain the procedure followed for importing. (8)
- Q.4A) "Physical distribution system involves interrelated activities." Explain. (8)
- OR
- Q.4B) Why purchasing is considered as a boundary spanning function? Explain the purchasing position within the organizational structure. (8)
- Q.5A) Prepare a stores ledger under FIFO method from the following details of Sharma and company.

August 1 st	Opening Balance	10,850 kgs. @ ₹130 per kg.
3 rd	Purchased	20,000 kgs. @ ₹134 per kg
4 th	Issued	6,750 kgs
6 th	Materials returned from production department	550 kgs

8 th	Purchased	17,750 kgs. @ ₹128 per kg
9 th	Issued	8,500 kgs
10 th	Issued	11,250 kgs
12 th	Physical stock Revealed a loss	250 kgs.
14 th	Issued	8,950 kgs
16 th	Issued	6,300 kgs
18 th	Purchased	10,000kgs. @ ₹132 per kg
20 th	Issued	7,750 kgs

(8)

OR

Q.5B) Calculate the following levels for part no 'T' from the following information:

- i) Re-ordering level
- ii) Maximum level
- iii) Re-order quantity (EOQ)
- iv) Minimum level
- v) Danger level

- a) Total costs of purchasing relating to the order are ₹20
- b) Number of units to be purchased during the year is 5,000
- c) Purchase price per unit including transportation cost is ₹50
- d) Annual cost of storage of one unit is ₹5

- Lead time :
- Average 10 days
 - Maximum 15 days
 - Minimum 6 days
 - Maximum for emergency purchase 4 days

- Rate of consumption:
- Average 15 units per day
 - Maximum 20 units per day
 - Minimum 10 units per day

(8)

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