

**NOTE:** 1) Section I is compulsory.

- 2) Solve ANY THREE questions from Section II.
- 3) Figures to the right indicate full marks.

## SECTION I

Q. 1 Explain the following terms.

(15)

1) FSN Analysis

- 2) PSystem
- 3) Cellular Layout

- 4) Centralised Stores
- 5) Production System
- 6) Diversification
- 7) Product development

## Q.2 Solve the problems.

(15)

A) From the following data, classify A,B,C items.

Group	No. of Items	Monthly Consumption (in Units)	Unit Price (in Rs.)
I	70	400	80
II	30	200	150
III	90	1800	4
IV	250	1400	3
V	30	320	100
VI VI	400	2500	0.5
VII	10	20000	0.25
VIII	80	140	600

The company accounts following basis for classification.

- 'A' item accounts for 80% of total consumption.
- B'item accounts for 15% of total consumption.
- 'C'item accounts for 5% of total consumption.
- **B)** A factory uses annually 64,000 units of a raw material which costs Rs. 4/per unit. Placing each order costs Rs. 50 and carrying cost is 10% per year
  of average inverntory.
  - a) Find the economic order quantity and the total inventory cost including the cost of materials.
  - b) The factory consumes 200-250 units per day. If the procurement time is 10-12 days, find the recorder point, minimum, maximum and average inventories level.

SECTION II (10)

Q.3 What are the factors inflencing product design?

(10)

Q.4 What is Maintenance system? Explain its various types.