



# INDIAN INSTITUTE OF MATERIALS MANAGEMENT

June 2011

## Post Graduate Diploma in Materials Management

### Paper-18.A (New) & 17.A (Old) Project Management

DATE: 18.06.2011  
Time: 2.00 p.m. to 5.00 p.m.

MAX. MARKS: 100  
Duration : 03 hrs.

**INSTRUCTIONS :**

1. From Part 'A', answer four questions ( Compulsory). Each sub-question carries 01 mark. **Total: 32 Marks**
2. From 'B', answer any 3 out of 5 questions. Each question carries 16 marks. **Total Marks: 48**
3. Part 'C', is a case study with sub questions ( Compulsory) **Total Marks: 20**
4. Use of calculator and/or mathematical table is permitted. Graph sheet can be used wherever necessary.
5. Please read the instruction on the answer sheet.

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#### Part -A

Q.1. State true or false.

Marks: 08

- a) Matrix organization is a combination of line & functional organizations and hence contains advantages of both.
- b) Product Life Cycle is an attempt to recognize different stages of products over a period of time
- c) A successful Project Manager has to adopt an inter-disciplinary approach
- d) Consultants have no role in finalization of contracts for equipments and materials.
- e) The estimation of cost of project is necessary for obtaining approvals from the competent authority and financing arrangements of the project.
- f) Budgets are powerful tools available to Top Management for the purpose of cost control and optimum utilization of available resources .
- g) The meetings at project sites do not serve any useful purpose and consume avoidable time.
- h) Quality Circles are groups made up of work center members chartered with implementing continuous improvement

Q. 2 fill in the blank.

Marks: 08

- 2.1 An ----- is a task, job or assignment which consumes resources.
- 2.2 ----- bar charts are considered as best Planning tools in Project Management.
- 2.3 Effective Materials Management ensures -----materials, in ----- Quantities, at right time, price and place.
- 2.4 An ----- in a network is defined as a node, clear step or control point which does not consume time or resources
- 2.5 In case of PERT network technique there are ----- time estimates..
- 2.6 The ----- network technique is deterministic and its decision variables can be predicted with a reasonable accuracy such as in construction jobs.
- 2.7 The ----- provide professional services in the field of financial , Legal, Engineering and others for successful completion of projects.
- 2.8 The objectives of Project Management are ----- and social in nature.

Q. 3. Link & Connect the following correctly.

Marks: 08

3.1 Project Life Cycle	1 Measuring key quality & other indices
3.2 Network Diagram	2 Breaking total Project into Sub Project
3.3 Precedence Diagram	3 Activity with Zero Total Float
3.4 Benchmarking	4 Activity Node Diagram
3.5 Work Breakdown Structure	5 Performance against best competitor
3.6 Continuous Improvement	6 Time & resources not required
3.7 Dummy Activity	7 Three phases of a project
3.8 Critical Activities	8 Graphical representation of activities

Q4. Expand Following

Marks: 08

- 4.1 CPM
- 4.2 TQM
- 4.3 DPR
- 4.4 PBP
- 4.5 IRR
- 4.6 LOB
- 4.7 EIA
- 4.8 DSS

## PART-B

Answer any three questions from following.

- Q.5 Describe the relationship between Project Management and Line Management with reference to and examples from the industry in which you are working . Marks: 16
- Q.6. Developing self directed project teams are key to improving the effectiveness in Project Management and successful completion of the project. Discuss with examples from your experience . Marks: 16
- Q.7. Describe the requirements of a Bankable Project Proposal with details which are considered by banks while taking decision about financing the project. Marks: 16
- Q. 8. Write short notes on any two from the following.  
A) ISO 9000 Series  
B) ISO 14000 Series  
C) Decision Tree Marks: 16

Q.9A What is cause effect analysis technique and how it is applied in Project Management.

Q.9B What do you understand by Net Present Value . Illustrate the concept with the help of suitable example

Marks: 16

PART-C

Q.10A Draw an arrow diagram of the following activities.

S. No	ACTIVITY	PRECEDING ACTIVITY
1.	(A) Disassemble	-
2.	(B) Clean & Paint Frame	A
3.	(C) Rewind Armature	A
4.	(D) Replace Bearings	A
5.	(E) Assemble & install Motor	B , C , D

Q.10.B The details about a machine purchase for improving the productivity of their operations by M/s Estar Private Limited Bangalore is given below.

ACTIVITY	DESCRIPTION	IMMEDIATE	TIME (DAYS)	PREDECESSOR
A	Obtain approval for Machine purchase		-	10
B	Obtain the machine	A	60	
C	Appoint operator	A	10	
D	Install Machine	B	20	
E	Inspect machine	D	5	
F	Train operator	C, D	10	
G	Trial run	E, F	5	

Q.No.B1 Draw the network diagram and find the expected project Duration.

Q.No.B2 Construct the network table, find total float, critical activities and the critical path

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