

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
MSc DEGREE EXAMINATION DECEMBER 2023  
(Second Semester)  
Branch – HOSPITAL ADMINISTRATION  
**PURCHASE AND INVENTORY MANAGEMENT**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 Name the Document from a bank on the buyer's behalf that assures payment to the Seller.
  - (i) LOC
  - (ii) COL
  - (iii) Oc
  - (iv) Cc
- 2 Indicate Cc.
  - (i) Carrying Cost
  - (ii) Ordering Cost
  - (iii) Clearance cost
  - (iv) Storage cost
- 3 What is EOQ?
  - (i) Economic Order Quality
  - (ii) Economic Order Quantity
  - (iii) Eligible Order Quality
  - (iv) Eligible Order Quantity
- 4 Choose what is FEFO?
  - (i) First Expense First Out
  - (ii) First Exposure First Out
  - (iii) First Enquiry First Out
  - (iv) First Expiry First Out
- 5 Indicate CAPEX
  - (i) Captivating Experience
  - (ii) Capability Experiment
  - (iii) Capital Expenditure
  - (iv) Capital Experiment

**SECTION - B (15 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Discuss Purchasing cycle.  
OR  
b Explain Government Policy on Purchase.
- 7 a Determine Hospital maintenance items.  
OR  
b Justify Categorization of materials in Hospital.
- 8 a Justify Lead time analysis.  
OR  
b Explain Objectives of Inventory Control.
- 9 a Analyze Centralized stores – Advantages and Disadvantages.  
OR  
b Discuss LIFO Vs FIFO.

Cont...

- 10 a Determine Document used in Material Function.  
OR  
b Apply Recent trends in Materials Management.

**SECTION -C (30 Marks)**

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

- 11 a Appraise Letter of Credit.  
OR  
b Compare Centralized vs Decentralized purchasing.
- 12 a Criticize Costs associated with inventories.  
OR  
b Categorize materials in Hospital.
- 13 a Assess Inventory control methods.  
OR  
b Determine Supply Chain Management.
- 14 a Plan Stores and its layout.  
OR  
b Elucidate Condemnation and disposal.
- 15 a Assess Equipment planning.  
OR  
b Determine Utilization Index and factors leading to poor utilization of equipment.

Z-Z-Z

END