



**FACULTY: Humanities, Social and Management Sciences**  
**DEPARTMENT: Business Administration**  
**FIRST SEMESTER EXAMINATIONS**  
**2020/2021 ACADEMIC SESSION**

**COURSE CODE: BUS 409**  
**COURSE TITLE: PRODUCTION MANAGEMENT**  
**DURATION: 2  $\frac{1}{2}$  HOURS**



**HOD's SIGNATURE**

**INSTRUCTIONS:**

1. Attempt any 4 questions.
2. All questions carry equal marks (15 marks)

**QUESTIONS**

**Question 1.**

- a) Describe the four basic types of production processes. 10 marks
- b) When should each be used? 5 marks

**Question 2.**

- (a) Explain the term "Break-Even-Analysis" in process selection. 5 marks
- (b) Adeoye and Selina formed a company to produce rubber soles. The initial investment in plant and equipment is estimated to be ₦2000. Labour and material cost is approximately ₦5 per sole. If the sole can be sold at ₦10 each, what volume of demand would be necessary to break even? 10 marks

**Question 3**

- (a) Define product design. 2 marks
- (b) Identify 5 objectives of supply chain management 5 marks
- (c) What is facility layout? 2 marks
- (d) Explain the term "Material Requirement Planning" (MRP) 3 marks
- (e) What are the three fundamental strategies that guide the new product introduction? 3 marks

Question 4

- (i) What is quality and what are its associated costs? 5 marks
- (ii) Differentiate between specialization and diversification. 5 marks
- (iii) Why do organizations embark on diversification? 5 marks

Question 5

- (i) What do you understand by the term **Just-in-Time** (JIT) manufacturing in production and operations management? 2 marks
- (ii) What is the purpose of JIT? 2 marks
- (iii) Why are flexible resources essential to JIT? 5 marks
- (iv) Outline three (3) objectives of supply chain management. 6 marks

Question 6

The following data gives the sales of Yomi & Selenari Nig Plc. between 1999 and 2007

Year	1999	2000	2001	2002	2003	2004	2005	2006	2007
Sales	13	20	20	28	30	32	33	38	43

- (i) Formulate the equation of the straight line of the best fit.
- (ii) Forecast the sales for the year 2025 using the least squares method. 15 marks