CLASS	TES	5I —		SL.: 01	SKME_A	BCDE_22	03202
NE MADE EASY							
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ANSWER KEY	/ >	Date	of Test : :	2 2/03/202	(b)		(a) (c)
ANSWER KEY 1. (a)	7.	Date (c)	of Test : 13. (I	22/03/202 >) 19. a) 20.	5 (b) (a)	25.	
ANSWER KEY 1. (a) 2. (c)	7. 8.	(c) (d)	of Test : . 13. (1 14. (a	22/03/202 p) 19. a) 20. p) 21.	(b) (a) (a)	25. 26.	(c)
ANSWER KEY 1. (a) 2. (c) 3. (c)	7 ➤ 7. 8. 9.	(c) (d) (c)	of Test : 7 13. (1 14. (4 15. (1	22/03/202 a) 19. b) 20. c) 21. a) 22.	(b) (a) (a)	25. 26. 27.	(c) (b)

DETAILED EXPLANATIONS

1. (a)

$$\lambda = 0.01 \text{ per hour}$$

 $T = 150 \text{ hours}$
 $R = \exp^{(-\lambda t)} = e^{(-0.01 \times 150)} = 0.223130 = 22.31\%$
2. (c)
 $p_a = 0.5034$
 $p' = 0.01$
 $AOQ = 0.5034 \times 0.01 \times \left(\frac{1000 - 25}{1000}\right)$
 $= 0.490815 \times 10^{-2}$
 $= 0.491\%$
3. (c)
4. (b)
Cost saving after Value engineering = 1950 - 1660 = 290

Annual saving = $1320 \times 290 = 382800$

Incremental cost per day = $\frac{\text{Crash cost} - \text{Normal cost}}{\text{Normal time} - \text{Crash time}}$

$$= \frac{700 - 500}{12 - 8} = \frac{200}{4} = 50$$

6. (a)

$$T_{ei} = \frac{a+4m+b}{6}$$

a = Optimistic time, *m* = Most likely time, *b* = Pessimistic time $T_{ei} = \frac{4+4\times 6+8}{6} = 6$ Variance = $\left(\frac{b-a}{b}\right)^2 = \left(\frac{8-4}{6}\right)^2 = 0.4445$ $\frac{T_{ei}}{\text{Variance}} = \frac{6}{0.4445} = 13.5$

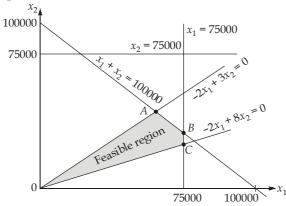
7.

(c)

 \in ' should be allocated to minimum cost cell, but it does not form a closed loop. Firstly, it should be allocated to 2, but it forms a closed loop. Hence, it is allocated to cost cell having transportation cost 7.

- 8. (d)
- 9. (c)
- 10. (b)
- 11. (a)

Unique solution



Point	<i>x</i> ₁	<i>x</i> ₂	z
0	0	0	0
А	60000	40000	14000
В	75000	25000	12500
С	75000	18750	11250

So, optimal solution is at A.

12. (c)

The given problem is maximization type converting it into minimization type.

	Ι	II	III	IV
А	20	70	50	0
В	60	100	70	80
С	30	25	30	20
D	40	45	60	30

Using Hungarian method.

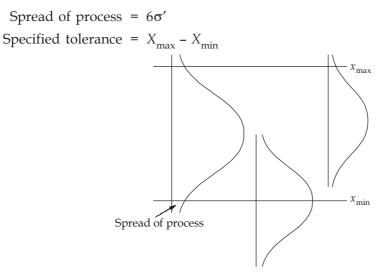
	I	II	III	IV
А	20	70	50	0
В	0	40	10	20
С	10	5	10	0
D	10	15	30	0
	Ι	II	III	IV
А	20	65	40	ø
В	-0	-35	-0	-20
С	-10	-0	-0	-•
D	10	10	20	ø
				1
	Ι	II	III	IV
А	10	55	30	ø
В	-0	-35	-0	-30
С	-10	-0	0	-10
D	-0	-0	-10	

Sales men	Territory	Sales
А	IV	220
В	III	160
С	II	190
D	Ι	175
		745

This is a case of multiple optimal solution. Alternate optimal solution is

Sales men	Territory	Sales
А	IV	220
В	III	150
С	II	195
D	Ι	180
		745

13. (b)



Defective parts will be always there so, rejections are high.

14. (a)

$$IF_{ij} = Max \{0, ES_{jk} - LF_{ni} - t_{ij}\}$$

15. (b)

The allocation of units using north west corner rule is

	V	Warehouse			
	D	Е	F	Supply	
А	6(20)	4(30)	1	50	
Plant B	3	8(40)	7	40	
С	4	4(25)	2(35)	60	
Demand	20	95	35		

16. (a)

In TRADE EASY

Demand =
$$D = 10000$$
 units/year
Ordering cost = $C_o = ₹ 10/\text{order}$
Unit price = $C = ₹ 20/\text{unit}$
Holding cost = $C_h = 0.2 \times C = ₹ 0.2 \times 20 = ₹ 4/\text{unit}/\text{year}$
Back order cost = $c_b = 0.25 \times C = ₹ 0.25 \times 20 = ₹ 5/\text{unit}/\text{year}$
 $\boxed{2DC_o \ C_h + C_b} \ \boxed{2 \times 10000 \times 10} \ \boxed{4+5}$

$$Q_{o} = \sqrt{\frac{2DC_{o}}{C_{h}}} \sqrt{\frac{C_{h} + C_{b}}{C_{b}}} = \sqrt{\frac{2 \times 10000 \times 10}{4}} \sqrt{\frac{4+5}{5}} = 300 \text{ units/order}$$

Maximum quantity to be back-ordered = $S_o = Q_o - M_o$

where
$$M_o = \sqrt{\frac{2DC_o}{C_h}} \sqrt{\frac{C_b}{C_h + C_b}} = \sqrt{\frac{2 \times 10000 \times 10}{4}} \sqrt{\frac{5}{4+5}} = 167 \text{ units}$$

 $S_o = 300 - 167 = 133 \text{ units}$

17. (b)

	Fixed cost Hourly cost of operating machine		Time to setup machine	Time per piece	
	(₹)	(₹)	(minute)	(minute)	
Alternate-I	100000	100	30	4	
Alternate-I	290000	500	45	0.2	

Number of units produce in 1 hour

For alternate I =
$$\frac{60}{4} = 15$$

Cost per piece = $\frac{100}{15} = ₹6.667$
For alternate II = $\frac{60}{0.2} = 300$
Cost per piece = $\frac{500}{300} = ₹1.667$

Set up cost alternate I:

$$100 \times \frac{30}{60} = ₹50$$

Set up cost alternate II:

$$500 \times \frac{45}{60} = ₹375$$

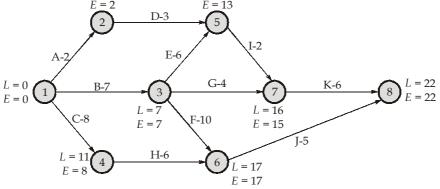
(Fixed cost + Variable cost)_{alternate-I} = (Fixed cost + Variable cost)_{alternate-II} Let x be the minimum quantity.

$$100000 + 50 + 6.667x = 290000 + 375 + 1.667x$$
$$100050 + 6.667x = 290375 + 1.667x$$
$$5x = 190325$$
$$x = 38065 \text{ units}$$

Above 38065 units alternate II will be cheaper.

18. (b)

Weighted score for location $1 = 25 \times 3 + 25 \times 4 + 25 \times 3 + 15 \times 1 + 10 \times 5$ = 75 + 100 + 75 + 15 + 50 = 315Weighted score for location $2 = 25 \times 5 + 25 \times 3 + 25 \times 3 + 15 \times 2 + 10 \times 3$ = 125 + 75 + 75 + 30 + 30 = 335Since weighted score of location 2 is more so it is best. cost x - Location 19. (b) Plotting the break even point. y - Location Solving for cross over between *x* and *y*, 10q + 150000 = 8q + 3500001000000 z - Location q = 100000 units Solve for cross over between y and z500000 8q + 350000 = 6q + 950000q = 300000 units quantity From graph for 130000 units *y* is best location. 0 100000 300000 20. (a) p_i = Probability of failure of bulb in *i*th week $p_0 = 0,$ $p_2 = 0.2,$ $p_1 = 0.1,$ $p_3 = 0.4,$ $p_4 = 0.3$ Average life of bulb = $\sum_{i=1}^{4} i p_i = 1 \times 0.1 + 2 \times 0.2 + 3 \times 0.4 + 4 \times 0.3 = 2.9$ weeks Average number of failures = $\frac{300}{2.9} = 103.4482 \approx 103$ Cost of individual replacement of bulb = 2 × 103 = ₹206 per week. 21. (a) L = 11L = 14E = 13E = 2D-3 5 2



Free float for *G* is 15 - 11 = 4Independent float for *G* is 15 - 7 - 4 = 4Difference = 4 - 4 = 0

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22. (a)

Setting the problem in standard form,

Maximize,
Subject to,

$$w = 0x_1 + 0x_2 + 0x_3 + 0s_1 + 0s_2 + A_1 + A_2$$

$$3x_1 + 2x_2 + x_3 + 4x_4 + s_1 = 6$$

$$2x_1 + x_2 + 5x_3 + x_4 + s_2 = 4$$

$$2x_1 + 6x_2 - 4x_3 + 8x_4 + A_1 = 0$$

$$x_1 + 3x_2 - 2x_3 + 4x_4 + A_2 = 0$$

$$x_1, x_2, x_3, x_4, s_1, s_2, A_1, A_2 \ge 0$$

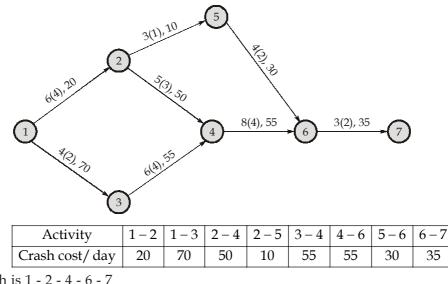
For finding the basic feasible solution,

$x_1 = x_2 = x_3 = x_4 = 0,$	
$s_1 = 6,$	$s_2 = 4,$
$A_1 = 0,$	$A_2 = 0$
w = 0	

Since, w = 0 and A_1 and $A_2 = 0$, so phase I is not required and we can solve directly phase II and LPP has feasible solution.

Constraints 4 is half of constraint 3 so, it shows the presence of redundancy in constraints.

23. (c)



Critical path is 1 - 2 - 4 - 6 - 7

Normal duration = 22 days

To crash project by 1 day, we crash activity 1 - 2, as it has minimum cost of crashing.

Cost of crashing = 20

Direct cost = 470

Indirect cost = $10 \times 21 = 210$ Total cost = 700

24. (a)

Period	Actual demand (D)	F	$F_{t} = F_{t-1} + \alpha [(D_{t-1}) - (F_{t-1})]$
1	10	10	10
2	12	10	$10 + 0.3 \times (10 - 10) = 10$
3	8	10.6	10 + 0.3(12 - 10) = 10.6
4	11	9.82	10.6 + 0.3(8 - 10.6) = 9.82
5	9	10.174	9082 + 0.3(11 - 9.82) = 10.174

25. (a)

26. (c)

$\lambda = 6 \operatorname{cust/hr}, \qquad t = 30 \min = 0.5 \operatorname{hr}$
n = 4,
$\lambda t = 6 \times 0.5 = 3$
Probability = $\frac{(\lambda t)^n \cdot e^{-\lambda t}}{n!} = \frac{(3)^4 \cdot e^{-3}}{4!} = 0.168$
c)
Weekly demand, $R = 400$ units/week
Ordering cost, $C_3 = ₹75$ per order
Carrying cost, C_1 = 7.5% per year of product cost
$C_1 = \left(\frac{7.5}{100} \times 50\right)$ per unit per year
$= \left(\frac{7.5}{100} \times \frac{50}{52}\right) \text{ per unit per week}$
$= \frac{3.75}{52} \text{ per unit per week}$
Total cost of inventory = $400 \times 50 + \sqrt{2C_1C_3R}$
$= 400 \times 50 + \sqrt{2 \times \frac{3.75}{52} \times 75 \times 400}$
= 20000 + 65.78 = ₹20065.78 per week
Profit = 55 × 400 – 20065.78 = ₹1934.22

27. (b)

Cycle time =
$$\frac{480}{20}$$
 = 24 minutes/ unit
Minimum number of workstation = $\frac{80}{24}$ = 3.22 ≈ 4
Balance efficiency = $\frac{80}{24 \times 4} \times 100 = 83.33\%$

28. (c)

P, R, S are correct and Q is incorrect as objective function is measurable in quantitative terms.

29. (c)

According to shortest processing rule

Job	Processing time t_i (minutes)	Job flow time
	t_i (minutes)	
4	3	3
1	4	7
3	6	13
2	8	21

Total job flow time = 3 + 7 + 13 + 21 = 45

Mean flow time =
$$\frac{44}{4}$$
 = 11 minutes

According to earliest due date rule

Job	Processing time	Job flow time
2	8	8
1	5	13
3	6	19
4	3	22

Total job flow time = 8 + 13 + 19 + 22 = 62

Mean flow time =
$$\frac{62}{4} = 15.5$$

Ratio =
$$\frac{11}{15.5} = 0.71$$

30. (c)

$$F_{t} = F_{t-1} + \alpha (D_{t-1} - F_{t-1})$$

$$F_{14} = 75; \quad D_{14} = 100; \quad \alpha = 0.5$$

$$F_{15} = 75 + 0.5 (100 - 75) = 87.5$$

$$F_{16} = 87.5 + 0.5 (100 - 87.5) = 93.75$$
Now,
(Error)₁₄ = 25
(Error)₁₅ = 12.5
(Error)₁₆ = 6.25
BIAS = (Mean forecast error)
$$= \frac{25 + 12.5 + 6.25}{3} = 14.583$$