

<b>MDSL 823</b>	<b>Supply Chain Modeling, Design and Simulation</b>	L	T	P	C
<b>Version 1.0</b>		4	0	0	4
<b>Pre-requisites/Exposure</b>	Students should have basic concepts of logistics & supply chain, analytical & logical skills and, business mathematics & statistics. They should be well acquainted with use of Excel Spread Sheet.				
<b>Co-requisites</b>	--				

### Course Objectives

1. Familiarize them with modeling and simulation vocabulary and approaches
2. Supply Chain application of these approaches in strategic, tactical & operational decision making
3. Use of Spread Sheet and Open Source Packages, where applicable in seeking solutions

### Course Outcomes

On completion of this course, the students will be able to

- CO1. Students will understand what and why about mathematical modeling in business environment.
- CO2. Students will learn to model various business situations (how) which will help them to take strategic, tactical and operational decisions in logistics & supply chain domain.
- CO3. Students will learn to use Spread Sheet and Open Source Packages to model and seek solutions (how)

### Catalog Description

Science and scientific methods are increasingly becoming important to analyze management issues and arrive at decisions over descriptive logical reasoning. This course provides the basis for it. This course deals with strategic, tactical and operations decision making situations and applies mathematical modeling techniques to seek the solution.

### Course Content

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- Unit I:** **6 lecture hours**  
Mathematical Modeling Systems – Descriptive, Analytical, Deterministic, Stochastics (Probabilistic) and, Heuristic
- Unit II:** **6 lecture hours**  
Spread Sheet based mathematical modelling
- Unit III:** **6 lecture hours**  
Demand forecasting in supply chain
- Unit IV:** **6 lecture hours**  
Business process and simulation
- Unit V:** **6 lecture hours**  
Supply chain Integrated planning and optimization
- Unit VI:** **6 lecture hours**  
Application of modeling systems to strategic decision making – facility addition, facility location, network design and choice of transportation modes
- Unit VII:** **6 lecture hours**

Application of modeling systems to policy decision making – Replenishment Policy, Stocking Policy, Shipment Policy

**Unit VIII:**

**6 lecture hours**

Application of modeling systems to operational decision making – Vehicle Routing and Scheduling

**Text Books**

1. Shapiro, James F. Modelling The Supply Chain, 2<sup>nd</sup> Edition. Thomson.

**Reference Books**

1. Vohra N. D. Quantitative Techniques in Management, 4<sup>th</sup> Edition. Tata McGraw Hill
2. Sharma J. K. Operations Research: Theory and Applications, 4<sup>th</sup> Edition. McMillan.
3. Winston Wayne L. Operations Research: Applications and Algorithms, 4<sup>th</sup> Edition. Cengage
4. Hillier S Frederick and Hillier S Mark. (2009). Introduction to Management Science: A Modeling and Case Studies Approach with Spreadsheets, 3<sup>rd</sup> Edition. Tata McGraw Hill
5. Balakrishnan, Nagraj, et al. Managerial Decision Modeling with Spread Sheet, 2<sup>nd</sup> Edition. Pearson.

**Modes of Evaluation:**

**Components of Continuous Evaluation:** Individual Assignment (IA)/Group Assignment (GA)/Written Quiz (WQ)

Components	IA	GA	WQ	End Semester Examination
Weightage (%)	30	10	10	50

**Relationship between the Course Outcomes (COs) and Program Outcomes (POs)**

Mapping between COs and POs		
	COURSE OUTCOMES ( COs )	POs
CO 1	Students will understand what and why about mathematical modeling in business environment.	PO 1,2, 3,4,7,8,9,10, 11,13, 14
CO 2	Students will learn to model various business situations (how) which will help them to take strategic, tactical and operational decisions in logistics & supply chain domain.	PO 1,2, 3, 7,8,9,10, 11,14
CO 3	Students will learn to use Spread Sheet and Open Source Packages to model and seek solutions (how)	PO 1,2, 3, 8,9,10, 11, 13,14

**Program Outcome / Course Outcome mapping**

<b>Course Outcomes</b>	<b>CO 1</b>	<b>CO 2</b>	<b>CO 3</b>
<b>PO 1</b>	3	3	3
<b>PO 2</b>	3	3	3
<b>PO 3</b>	3	3	3
<b>PO 4</b>	3	1	1
<b>PO 5</b>	2	2	1
<b>PO 6</b>	1	1	1
<b>PO 7</b>	3	3	1
<b>PO 8</b>	3	3	3
<b>PSO 9</b>	3	3	3
<b>PSO 10</b>	3	3	3
<b>PSO 11</b>	3	3	3
<b>PSO 12</b>	1	1	1
<b>PSO 13</b>	3	1	3
<b>PSO 14</b>	3	3	3

Course Code	Course Title	PO 1	PO 2	PO 3	PO 4	PO 5	PO 6	PO 7	PO 8	PSO 9	PSO 10	PSO 11	PS12	PSO 13	PSO 14
<b>MDSL 823</b>	<b>Supply Chain Modeling, Design and Simulation</b>	3	3	3	2	2	1	3	3	2	2	3	2	3	3
		Students will be able to develop and evaluate alternate managerial decisions and identify optimal solutions	Students will demonstrate effective application capabilities of their conceptual understanding to the real world business situations	Students will be able to exhibit effective decision making skills, employing analytical and critical thinking ability	Students will demonstrate effective oral and written communication skills in the professional context	Students will be able to work effectively in teams and demonstrate team building capabilities	Students will exhibit leadership and networking skills while handling business situations	Students will demonstrate sensitivity towards ethical and moral issues and have ability to address them in the course of business	Students will demonstrate employability traits in line with the changing dynamics of the industry	Students will demonstrate strong conceptual knowledge in the functional area of management as well as LSCM domain	Students will demonstrate effective understanding of relevant functional areas of management and their application in LSCM	Students will demonstrate analytical skills in identification and resolution of business problems pertaining to LSCM & general management	Students will exhibit the ability to integrate functional areas of management with domain perspective for the purpose of planning, implementation & control of LSCM	Students will have global perspective towards business situations in the area of LSCM	Students will exhibit deployable skills pertinent to the LSCM sector

- 1 – Weakly mapped
- 2 – Moderately mapped
- 3 – Strongly mapped

## Model Question Paper

<b>Name:</b> <b>Enrolment No:</b>	
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**Course: MBSL 823 – Supply Chain Modeling & Design**  
**Programme: MBA- Logistics & Supply Chain Management**      **Semester: 3**  
**Time: 03 hrs.**      **Max. Marks:100**

**Instructions:**  
 Attempt all questions from **Section A** (each carrying 1 marks); any **Two Questions** from **Section B** (each carrying 20 marks). **Section C** is Compulsory (carrying 40 marks).

### Section A (attempt all questions)

1.	a. Mathematical Modeling is converting ..... and ..... about a situation into ..... expressions	[3]	CO3										
	b. The area bounded by constraints in a graph of a LP Model is called .....	[1]	CO1										
	c. The characteristics of a LP situation are ..... and are ..... by more than one ....., having an objective to ..... also be a source of ..... on the	[5]	CO2										
	d. ...., e.g. labour laws on working hours of manpower can also be a source of ..... on LP	[2]	CO4										
	e. In LP, one seeks to determine the ..... for optimum value of objective function in a given situation	[1]											
	f. Linear Programming Problem is an example of ....., ..... and ..... business situation	[3]											
	g. The cyclic factor is as important as the trend and seasonality factors in forecasting for short and/or intermediate-term decisions in Logistics & Supply Management TRUE      FALSE	[1]											
	h. Forecasts with exponential smoothing will always lag behind the demand TRUE      FALSE	[1]											
	i. Base series can be last year's demand series, if the seasonal cycle is of one year's duration TRUE      FALSE	[1]											
	j. Moving average removes the random errors and represents the forecast for the next period TRUE      FALSE	[1]											
	k. Simple Exponential Smoothing does not take care of the trend in the demand at all TRUE      FALSE	[1]											
<i>Words to be chosen from the table below</i>													
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%;">Linear</td> <td style="width: 20%;">Limitation</td> <td style="width: 20%;">Feasible region</td> <td style="width: 20%;">shared</td> <td style="width: 20%;">External conditions</td> </tr> <tr> <td>numerical data</td> <td>Mathematical</td> <td>level of activity</td> <td>Static</td> <td>limited resources</td> </tr> </table>				Linear	Limitation	Feasible region	shared	External conditions	numerical data	Mathematical	level of activity	Static	limited resources
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	Constant	decision variables	Deterministic	Optimize	verbal descriptions																									
<b>SECTION B (Attempt any Two Questions)</b>																														
2.	Write Short Notes on any four (4) topics given below      Marks : 04Q x 05M = 20M					<b>[20]</b>	<b>CO4</b>																							
	a. Feasible Region, Feasible Solution and Optimum Solution of a Linear Programming Problem b. Graphical Method, Algebraic Method, Simplex Method of solving Linear Programming Model c. Excel modeling and Solver as tool for solving Linear Programming Problem d. Running Sum of Forecasting Error (RSFE) and, Forecaster's Bias e. Stationary and Non-stationary Time Series																													
<b>SECTION C (Answer any two Questions)</b>																														
3.	What are the main features of a situation which can be modeled as a Linear Program (Marks-05)? What are - Contribution Coefficient, Technology Coefficient and Resource (Marks-06)? What are the variations of a Linear Program (Marks-04)?					<b>[15]</b>	<b>CO4</b>																							
4.	Refer to Weber's Least Cost Theory for location of a manufacturing facility. What is the transportation cost function for weight-gain and weight-loss products (Marks-07)? What role labour and agglomeration cost play in deciding the facility location (Marks-05)? What are the assumptions (Marks-03)?					<b>[15]</b>	<b>CO4</b>																							
5.	Given location longitude and latitude of a number of sources of various capacity and markets of various demands, what is the basis of deciding the location of the break bulking and consolidation warehouse (Marks 05)? What are the assumptions (Marks-05)? Determine the location of a warehouse given the following (Marks 05).					<b>[15]</b>																								
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Customer/ Source City</th> <th style="text-align: center;">(x, y) Coordinates</th> <th style="text-align: center;">Throughput</th> <th style="text-align: center;">Customer/ Source City</th> <th style="text-align: center;">(x, y) Coordinates</th> <th style="text-align: center;">Throughput</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">A</td> <td style="text-align: center;">(5, 12)</td> <td style="text-align: center;">2,000</td> <td style="text-align: center;">D</td> <td style="text-align: center;">(3, 9)</td> <td style="text-align: center;">15,000</td> </tr> <tr> <td style="text-align: center;">B</td> <td style="text-align: center;">(7, 8)</td> <td style="text-align: center;">10,000</td> <td style="text-align: center;">E</td> <td style="text-align: center;">(15, 4)</td> <td style="text-align: center;">6,000</td> </tr> <tr> <td style="text-align: center;">C</td> <td style="text-align: center;">(12, 10)</td> <td style="text-align: center;">4,000</td> <td style="text-align: center;">F</td> <td style="text-align: center;">(7, 15)</td> <td style="text-align: center;">8,000</td> </tr> </tbody> </table>						Customer/ Source City	(x, y) Coordinates	Throughput	Customer/ Source City	(x, y) Coordinates	Throughput	A	(5, 12)	2,000	D	(3, 9)	15,000	B	(7, 8)	10,000	E	(15, 4)	6,000	C	(12, 10)	4,000	F	(7, 15)	8,000
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<b>SECTION D</b>																														
6.	Factor Rating is a method used to evaluate the candidate city for the location of a facility in terms of both, cost and non-cost criteria. In this method - FIRST, various criteria for decision making is solicited from a group of informed individuals. How exactly it is done (Marks-05)? NEXT, weights for each criterion are calculated by calculating the frequency distribution. How exactly it is done (Marks-05)? In case the weights appear to be unrealistic, say – range is too small etc., what alternate methods will you use and why (Marks-05)? NEXT, each candidate location is ranked for each factor. How exactly, it is done (Marks-05)? FINALLY, the city for the location is decided. How exactly it is done (Marks-05)? Given the following data for three candidate locations for a facility what is your suggestion for the location (Marks-05)?					<b>[30]</b>																								

Weights	Deciding Factors	City's Score of the Factor		
		Rishikesh	Haridwar	Dehradun
0.20	Transportation Cost	100	40	90
0.15	Labour Cost	100	60	80
0.25	Risk/Security Cost	80	80	60
0.30	Approach to Warehouse	70	90	60
0.10	Local Taxes	80	100	50