ADVANCED DIPLOMA IN RETAILING / BBA IN RETAILING

Term-End Examination June, 2016

BRL-010: BUYING AND MERCHANDISING - II

Time: 2 hours Maximum Marks: 50

Note: (i) Answer any five questions.

- (ii) All questions carry equal marks.
- 1. Define Merchandising. Discuss the key elements 2+8 of Merchandising.
- 2. What do you understand by the term 'Operating 4+6 Profit'? How is it computed? Explain with the help of a suitable example.
- 3. Explain Retail Method of Inventory Valuation 2+8 (RMI) and state the various steps involved under this method.
- 4. Write notes on any two of the following: 5+5
 - (a) Stock turnover
 - (b) Basic stock method
 - (c) Week's supply method
- 5. Differentiate between product development and 4+6 product sourcing. What are the advantages of product development?

- 6. Explain the concepts of 'sales per transaction' and 5+5 'sales per employee' with the help of examples.
- What do you understand by Gross Margin Return
 On Inventory (GMROI)? Explain with the help
 of an example and distinguish it from Net Return
 On Inventory (NROI). 3+3+4
- 8. Discuss the buying and merchandising strategies 10 of Big Bazaar.