

B. TECH.**THEORY EXAMINATION (SEM–VIII) 2016-17
PLANT DESIGN AND PROJECT ENGINEERING****Time : 3 Hours****Max. Marks : 100****Note : Be precise in your answer. In case of numerical problem assume data wherever not provided.****SECTION – A****1. Explain the following:****10 x 2 = 20**

- (a) Name any four methods of calculating depreciation
- (b) What is meant by capitalized cost? Where is it used?
- (c) What do you mean by fixed costs and variable costs?
- (d) Define annuity and its type.
- (e) What do you mean by obsolescence?
- (f) Define salvage value and scrap value.
- (g) Define present worth and discount.
- (h) A storage tank was priced at Rs.5000 in 1982 when the cost index was 460. What is its value today when the cost index is 800?
- (i) What are the various safety and fire protective measures considered in plant design?
- (j) What are the principal factors to be considered for plant layout?

SECTION – B**2. Attempt any five of the following questions:****5 x 10 = 50**

- (a) What do you mean by pilot plant? What is importance of pilot plant in process development?
- (b) Discuss in brief about the factors to be considered in Plant location and site selection.
- (c) Discuss the types of cost indices available in the Chemical Engineering literature. Discuss the importance of these cost indices for cost estimation of chemical engineering equipment.
- (d) Write a brief note on: “Importance of Process Economics to Chemical/ Petrochemical Engineers”.
- (e) Explain any two methods of depreciation in detail
- (f) Discuss about the cash flow analysis.
- (g) The annual direct production costs for a plant operating at 70 percent capacity are \$280,000 while the sum of the annual fixed charges, overhead costs, and general expenses is \$200,000. What is the break-even point in units of production per year if total annual sales are \$560,000 and the product sells at \$40 per unit? What were the annual gross earnings and net profit for this plant at 100 percent capacity in 1988 when corporate income taxes required a 15 percent tax on the first \$50,000 of annual gross earnings, 25 percent on annual gross earnings of \$50,000 to \$75,000, 34 percent on annual gross earnings above \$75,000, and 5 percent on gross earnings from \$100,000 to \$335,000?
- (h) Give an optimization scheme, which may be followed for determination of optimum height and diameter of a sieve tray distillation column?

SECTION – C

Attempt any two of the following questions:

2 x 15 = 30

3. A plant is producing 10,000 t/y of a product. The overall yield is 70 per cent, on a mass basis (kg of product per kg raw material). The raw material costs £10/t, and the product sells for £35/t. A process modification has been devised that will increase the yield to 75 per cent. The additional investment required is £35,000, and the additional operating costs are negligible. Is the modification worth making?
4. It is desired to \$1000 to meet a financial obligation. This money can be borrowed from a loan agency at a monthly interest rate of 2 percent. Determine the following:
 - (i) The total amount of principal plus simple interest due after 2 years if no intermediate payments are made.
 - (ii) The total amount of principal plus compounded interest due after 2 years if no
 - (iii) intermediate payments are made.
 - (iv) The nominal interest rate when the interest is compounded monthly.
 - (v) The effective interest rate when the interest is compounded monthly.
5. **Write short notes on the following :**
 - (i) Pay-back time
 - (ii) Sensitivity analysis
 - (iii) Discounted cash flow (time value of money)
 - (iv) method of steepest ascent or descent
 - (v) Optimization