



**Bachelor of Business Management (General) Degree  
Second Examination ( External ) - 2007**

**BMGT 2055 - Business Information Systems**

This paper contains two parts, part I and part II

Time: 03 hours

Exam No. : .....

**Instructions**

- I. Answer all the questions in part I and part II. Part I contains 32 questions and part II contains 2 questions.
- II. Mark the correct answers for the questions from 1 to 26 in part I by drawing a circle encompassing the number given to the answer selected
- III. Use a separate answering book given to you for part II
- IV. Do not take this question paper out of the examination hall. Tie the paper to the answering book for part II
- V. Provide answers for part I in this paper itself and do not use additional papers for part I
- VI. Answers for part I written in other papers except this question paper will not be marked
- VII. You can use other papers given by the examination staff only for rough work if require
- VIII. Write answers for the questions from 27 to 32 in the given space indicated by dotted lines

**Part I**

- 1 Which of the following is correct regarding a system of Automated Teller Machines (ATM) installed by a certain Bank
  - I. A central database is used connecting each ATM together online
  - II. Separate databases located at each of the branches are used to connect ATMs of the branch
  - III. Databases are not used for this system
  - IV. None of the above
  
- 2 Use of information systems results in:
  - I. time saving, fewer queues, increased service charges
  - II. time wasting, no queues, increase of service charges
  - III. time saving, fewer queues, increasing of processing time
  - IV. time saving, shorter or no queues, reasonable service charges
  
- 3 Which is the most appropriate way as to keep a computer free of virus
  - I. Use of anti virus software and update them regularly
  - II. Not to open emails from unknown senders if antivirus software is not used
  - III. use passwords and disconnect the Internet whenever you finish work
  - IV. Format the hard disk at least 6 months time
  
- 4 Which of the following statement is correct?
  - I. Order processing system is an example for management information system in accounting and finance
  - II. A time and attendance system is an office automation system
  - III. A 5 year sales forecasting system is an example for executive support system in sales and marketing field
  - IV. Annual budgeting system is a knowledge work system
  
- 5 Which of the following is a function of human resource information system ?
  - I. Recording of time and attendance
  - II. Employee record keeping
  - III. Payroll
  - IV. All of the above
  
- 6 An acceptable payment method in e-commerce:
  - I. Cheques
  - II. Cash
  - III. An electronic money order
  - IV. None of the above
  
- 7 An electronic system that can be used to enter, process, and store, data and generate reports is a
  - I. Personal computer.
  - II. Notebook computer.
  - III. Mainframe computer
  - IV. All of the above

- 8 When businesses move data and information through a communications medium, it is called:
- I. inter-connectivity
  - II. networking
  - III. data communication
  - IV. communications network
- 9 E-commerce or trading online has several benefits, which include:
- I. eliminates the need to travel
  - II. cost-effectiveness
  - III. save time
  - IV. all of the above
- 10 Which type of information system produces reports on a regular basis in a predetermined format?
- I. Transaction processing system
  - II. Management information system
  - III. Decision-support system
  - IV. Executive support system
- 11 Which type of information system is most often used for analyzing data?
- I. Transaction processing system
  - II. Management information system
  - III. Decision-support system
  - IV. Executive support system
- 12 Which is the following electronic payment system extends the functionality of credit cards so they can be used for online shopping payments.
- i. Digital wallets
  - ii. Digital credit cards
  - iii. Debt cards
  - iv. Digital cash
- 13 Identify the electronic payment system that was specifically developed for making purchases of less than \$10 (or approximately Rs 1000.00).
- I. Smart cards
  - II. Digital cash
  - III. Digital checking accounts
  - IV. Micropayments
- 14 All of the following are malware
- i. worms
  - ii. Trojan horses
  - iii. viruses
  - iv. Spoofing
- 15 The term used to describe a terrorist attack on a computer information system is called:
- I. computer terrorism
  - II. cyber terrorism
  - III. Internet terrorism
  - IV. network terrorism

- 16 A computer virus:
- I. is a hidden program.
  - II. enters a computer without the owners knowledge
  - III. can alter how a computer operates
  - IV. can modify data or computer programs
  - V. all of the above
- 17 Intranets are internal networks built with the same tools and communication standards as the Internet, and are used for the internal distribution of information to employees.
- I. True
  - II. False
- 18 Transaction processing systems are designed primarily to analyze data and provide periodic reports to middle managers
- I. True
  - II. False
- 19 Much of the input for management information systems comes from transaction processing systems (TPS).
- i. True
  - ii. False
- 20 Transaction processing systems (TPS) generally are flexible and have tremendous analytical capabilities.
- I. True
  - II. False
- 21 Information density in e-commerce markets make prices and costs less transparent.
- I. True
  - II. False
- 22 In general, cost of producing the original first unit of a digital good is relatively low.
- I. True
  - II. False
- 23 A portal is a "supersite" that provides a comprehensive entry point for a huge array of resources and services on the Internet.
- I. True
  - II. False
- 24 Stored value payment systems enable consumers to make instant online payments to merchants and other individuals based on value stored in a digital account.
- I. True
  - II. False
- 25 Encryption protects a document from virus attack.
- I. True
  - II. False
- 26 Although not readily visible to the average user, data that has been deleted from computer storage media can be recovered.
- I. True
  - II. False
- (Marks 26 x 2 = 52)
- 27 Explain why computer virus are created. Provide three reasons.
- I. ....
  - II. ....
  - III. ....

- 28 Sales and marketing is one of the four major functional areas of a business. State the other three main functional areas of a business
- I. ....  
 II. ....  
 III. ....
- 29 There are four levels in an organization where information systems are applied. Strategic level is said to be one of such levels. State the other three levels.
- I. ....  
 II. ....  
 III. ....
- 30 State the three major steps in performing an ecommerce transaction
- i..... ii.....  
 iii.....
- 31 Fill the following table giving suitable examples for relevant information systems

Type of the System	Manufacturing	Human Resource
TPS		
DSS		
MIS		

- 32 State the meaning of following abbreviations in the context of Business Information Systems. Example:- OS – Office Systems
- I. TPS .....  
 II. DSS .....  
 III. MIS .....

(Marks 6 x 3 = 18)

(Total marks for Part I :- 52 + 18 = 70)

### Part II

- (01) Describe different management levels of an organization and explain what type of information systems function in those management levels.
- (Marks 15)
- (02) Write short notes for any three (03) of the followings;
- (i) Advantages of e-commerce  
 (ii) Electronic payment systems  
 (iii) Protecting computers from security threats  
 (iv) Different e-commerce models

(Marks 15)

(Total marks for Part II :- 15 + 15 = 30)