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OFFICE OF THE DEPUTY PRINCIPAL

ACADEMICS, RESEARCH AND STUDENTS' AFFAIRS

UNIVERSITY EXAMINATIONS

2020 /2021 ACADEMIC YEAR

FOURTH YEAR FIRST SEMESTER REGULAR EXAMINATION

FOR THE BACHELOR OF BUSINESS MANAGEMENT AND BACHELOR OF HOTEL AND HOSPITALITY MANAGEMENT

COURSE CODE: BBM 462/BHM 418

COURSE TITLE: STRATEGIC MANAGEMENT

DATE: 12/3/2021

TIME: 9am-12noon

INSTRUCTION TO CANDIDATES

• SEE INSIDE

THIS PAPER CONSISTS OF 3 PRINTED PAGES

PLEASE TURN OVER

BBM 462/BHM 418

REGULAR-MAIN EXAMINATION BBM 462/BHM 418: STRATEGIC MANAGEMENT

STREAM: BBM /BHM DURATION: 3HRS

INSTRUCTIONS:-

- Answer Question **ONE** and any other **TWO** questions.
- Ouestion ONE carries 30 Marks

QUESTION ONE

ABC company ltd actively started its business operations 5 years ago. For the first 3 years of its operations, the company performed progressively well in the areas of profit, general growth and cost management. However, the last 2 years have been characterized with wanting performance. Profit has been dwindling, operational, transaction and administrative costs have been systematically rising. Further there have been complaints by customers on the issues of product quality and customer service. There is general customer dissatisfaction leading to low retention levels.

You have been hired as a consultant to advice management on the way forward.

Required:

Explain possible ways the company can pursue to enable the organization achieve its:

a) Cost leadership goals

(10 marks)

b) Differentiation goals

(10 marks)

c) Critically evaluate the **use** of the Boston Consultancy Matrix in formulating strategy

(10 marks)

QUESTION TWO



For Political

[5 marks]

(b) Economic

[5 marks]

(c) Social

[5 marks]

(d) Technological

[5 marks]

QUESTION THREE

Discuss six benefits that undertaking an internal audit could make to the strategic management process. [20 marks]

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QUESTION FOUR

- (a) Explain four key differences between a mission statement organisational objectives. [12 marks]
- (b) Explain **four** key components of a mission statement. [8 marks]

QUESTION FIVE

Explain the **three** stages in the strategic management process. [20 marks]