NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY B.COMM (RISK MANAGEMENT AND INSURANCE) HONOURS DEGREE

CORPORATE STRATEGY AND DECISION MAKING - CIN 4102

JULY/AUGUST 2005 SUPPLEMENTARY EXAMINATION

DURATION: 3 HOURS

INSTRUCTIONS TO CANDIDATES

1. Answer ALL Questions

Question 1

Explain and illustrate how an understanding of the value chain can help managers in a global organization meet the competing demands or operating on a global scale *whilst* facing the differing requirements of local markets. [25 marks]

Question 2

Taking an organization with which you are familiar, outline and critically assess how the tools and frameworks of Michael Porter's Positioning Approach can help shape its strategy.

[25 marks]

Question 3

In what ways might an organization's approach to managing complexity affect the view it takes of acquisitions and mergers as a key component of corporate strategy. Illustrate your answer with examples drawn from organizations with which you are familiar.

[25 marks]

Question 4

"A powerful force drives the world towards a converging commonality, and that force is technology....The result is a new commercial reality – the emergence to global markets for standardized consumer products on a previously unimagined scale of magnitude". T. Levitt "... the characteristics of the home nation play a central role in a firm's

international success. The home bas shapes a company's capacity to innovate rapidly in technology and methods and do so in proper directions". M. Porter.	
(a)	Outline <u>briefly</u> differing models of globalization implied by the statements from Levitt and Porter. [15 marks]
(b)	In light of these two models, how important is location for the process of innovation within today's companies? [10 marks] [Total: 25 marks]
	END OF SUPPLEMENTARY EXAMINATION