## CHUKA



UNIVERSITY

## UNIVERSITY EXAMINATIONS

CHUKA \& EMBU
EXAMINATION FOR THE AWARD OF
DIPLOMA IN BUSINESS MANAGEMENT

## DIBM 0111: INTRODUCTION TO BUSINESS MANAGEMENT

STREAMS: DIBM YISI
TIME: 2 HOURS
DAY/DATE: TUESDAY 03/12/2019
8.30 AM - 10.30 AM

INSTRUCTIONS:

## ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO

## QUESTION ONE

(a) Explain 5 causes of business failure in Kenya today. [5 marks]
(b) Enumerate 5 components of a partnership deed.
(c) James is contemplating to establish a business near Chuka University. Explain to him five environmental factors that he needs to consider pointing out how these factors can affect his business.
[10 marks]
(d) Outline 5 classifications of industries.
(e) Briefly explain 5 possible methods of identifying a business opportunity. [5 marks]

## QUESTION TWO

(a) State and explain the various documents required by the registrar of companies when a new company is seeking incorporation/registration.
[10 marks]
(b) State and explain any 5 activities that are essential in facilitating smooth flow of goods and services from producer to consumer (aids to trade).
[10 marks]

## QUESTION THREE

(a) Leadership is a process by which an executive directs, guides and influences the work of others. Amplify this statement and discuss the importance of leadership in business management.
[10 marks]
(b) Discuss the role played by a stock exchange system.
[10 marks]

## QUESTION FOUR

(a) State and explain the essential elements of a good plan as applied in business management.
[10 marks]
(b) Define the term social responsibility.
[2 marks]
(c) State and explain 4 sections of the society that a business should be responsible to and clearly indicate how it should exercise that responsibility.

