

MBA III Semester Regular Examinations, December 2015

BUSINESS POLICY & STRATEGIC MANAGEMENT

(Master of Business Administration)

Time : 3 Hours

Max. Marks : 60

Note: Answer All Sections of Questions.

All Questions from Section- A are to be answered at one place.

SECTION-A

6 × 2 = 12M

1. Define Strategic Vision.
2. What do you meant by the term “SWOT Analysis”?
3. What is a Turnaround Strategy?
4. Explain the concept of Core Competence?
5. State the role and responsibilities of a strategist.
6. Differentiate between goals and policies?

SECTION-B

3 × 12 = 36M

1. a) Explain in detail, the process of formulating and crafting a strategy. Also examine the factors that shape a company’s strategy.
(OR)
b) Examine in detail, the various methods of evaluating a company’s strategy.
2. a) Explain Porter’s Five Force Model as an important technique for strategic analysis.
(OR)
b) Explain the formulation of strategies at the corporate level and business levels.
3. a) Discuss the various types of diversifications and the strategies used in diversifications.
(OR)
b) Discuss the role of leadership and organisational values in the implementation of strategies.

SECTION-C

1 × 12 = 12M

Case Study (Compulsory)

DD is the India's premier public service broadcaster with more than 1,000 transmitters covering 90% of the country's population across an estimated 70 million homes. It has more than 20,000 employees managing its metro and regional channels. Recent years have seen growing competition from many private channels numbering more than 65, and the cable and satellite operators (C & S). The C & S network reaches nearly 30 million homes and is growing at a very fast rate. DD's business model is based on selling half-hour slots of commercial time to the programme producers and charging them a minimum guarantee. For instance, the present tariff for the first 20 episodes of a programme is Rs. 30 lakhs plus the cost of production of the programme. In exchange the producers get 780 seconds of commercial time that he can sell to advertisers and can generate revenue. Break-even point for producers, at the present rates, thus is Rs. 75,000 for a 10 second advertising spot. Beyond 20 episodes, the minimum guarantee is Rs. 65 lakhs for which the producer has to charge Rs. 1,15,000 for a 10 second spot in order to break-even. It is at this point the advertisers face a problem – the competitive rates for a 10 second spot is Rs. 50,000. Producers are possessive about buying commercial time on DD. As a result the DD's projected growth of revenue is only 6-10% as against 50-60% for the private sector channels. Software suppliers, advertisers and audiences are deserting DD owing to its unrealistic pricing policy. DD has three options before it. First, it should privatize, second, it should remain purely public service broadcaster and third, a middle path. The challenge seems to be to exploit DD's immense potential and emerge as a formidable player in the mass media.

- i) What is the best option, in your view, for DD?
- ii) Analyse the SWOT factors the DD has.
- iii) Why do you think that the proposed alternative is the best?
