

Internal Assessment Test – I-KEY ANSWERS

Sub:	STRATEGIC MANAGEMENT					Code:	14MBA25		
Date:		Duration:	90 mins	Max Marks:	40	Sem:	II	Branch:	MBA

		Marks	OBE							
			CO	RBT						
Part A - Answer Any Two Full Questions (16*02=32 Marks)										
1 (a)	Cite the vision and mission of any company.	[02]	CO1	L3						
<p>Infosys Vision To help our clients meet their goals through our people, services and solutions</p> <p>Infosys Mission Infosys International Inc. is dedicated to providing the people, services and solutions our clients need to meet their information technology challenges and business goals.</p> <p>Work to understand the needs and requirements of our clients before proposing a solution Develop responsive proposals that provide cost-effective solutions to our clients needs Deploy the right mix of people and products to deliver value-added services and solutions to our clients Follow-up on the quality of our services and solutions to our clients Appreciate the trust that our clients put in us as we work with them to improve their business and information technology.</p>										
(b)	Distinguish between Key Performance Indicator and Critical Success Factor.	[06]	CO1	L2						
<table border="1"> <thead> <tr> <th>CSF</th> <th>KPI</th> </tr> </thead> <tbody> <tr> <td>CSF is defined as the critical areas whose high performance or success is important, as they decide the success of an organization. These are actually the steps taken to succeed.</td> <td>KPIs on the other hand are defined as the tools to measure the performance of any organization they only indicate what the success rate or level is.</td> </tr> <tr> <td>.CSF can be defined as those particular areas or issues which are important to the success of an organization. To ensure the performance of an organization’s special attention and concern should be given to these areas as they will decide the present and the</td> <td>KPIs is a collection of events or action that play an important role in the success of organizations of today and tomorrow. A KPI a is clear-cut instrument to quantify and qualify the tactical goals of an institute depending on its priorities.</td> </tr> </tbody> </table>		CSF	KPI	CSF is defined as the critical areas whose high performance or success is important, as they decide the success of an organization. These are actually the steps taken to succeed.	KPIs on the other hand are defined as the tools to measure the performance of any organization they only indicate what the success rate or level is.	.CSF can be defined as those particular areas or issues which are important to the success of an organization. To ensure the performance of an organization’s special attention and concern should be given to these areas as they will decide the present and the	KPIs is a collection of events or action that play an important role in the success of organizations of today and tomorrow. A KPI a is clear-cut instrument to quantify and qualify the tactical goals of an institute depending on its priorities.			
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future success of the organization.	
CSF is the cause of your success or what is required for the success	KPIs are the effects of your action.
CSFs are taken to be general for all kinds of business like profits, leadership, mature assessment, correctly distributed responsibilities and role of people, systematization of each process, definite goal or rightful implementation of improvement plan etc	KPIs are not so much general, rather they are set according to the priorities of a particular organization

(c) Discuss in detail Strategic Management Process.

[08] CO1 L2

Strategic Planning Process:

Step 1: Identifying the organisation’s current mission, objectives, and strategies

Step 2: Conducting an external analysis

Step 3: Conducting an internal analysis

Step 4: Formulating strategies

Step 5: Implementing strategies

Implementation:

Step 6: Evaluating results

2 (a) Enumerate Henry Mintzberg’s 5 P’s.

[02] CO1 L2

- Strategy is a Plan
- Strategy is a Ploy
- Strategy is a Pattern
- Strategy is a Position
- Strategy is a Perspective

(b) Elucidate distinctive competitiveness with examples.

[06] CO2 L3

*Distinctive Competence is a set of unique capabilities that certain firms possess allowing them to make inroads into desired markets and to gain advantage over the competition; generally, it is an activity that a firm performs better than its competition. To define a firm’s distinctive competence, management must complete an assessment of both internal and external corporate environments. When management finds an internal strength and both meets market needs and gives the firm a comparative advantage in the market place, that strength is the firm’s distinctive competence. **Defining and Building Distinctive Competence:** To define a company’s distinctive competence, managers often follow a particular process.*

1. They identify the strengths and weaknesses in the given marketplace.
2. They analyze specific market needs and look for comparative advantages that they have over the competition.

(c) Infer how balance score card can achieve the vision and mission of a company. [08]

CO2 L4

BALANCED SCORE CARD

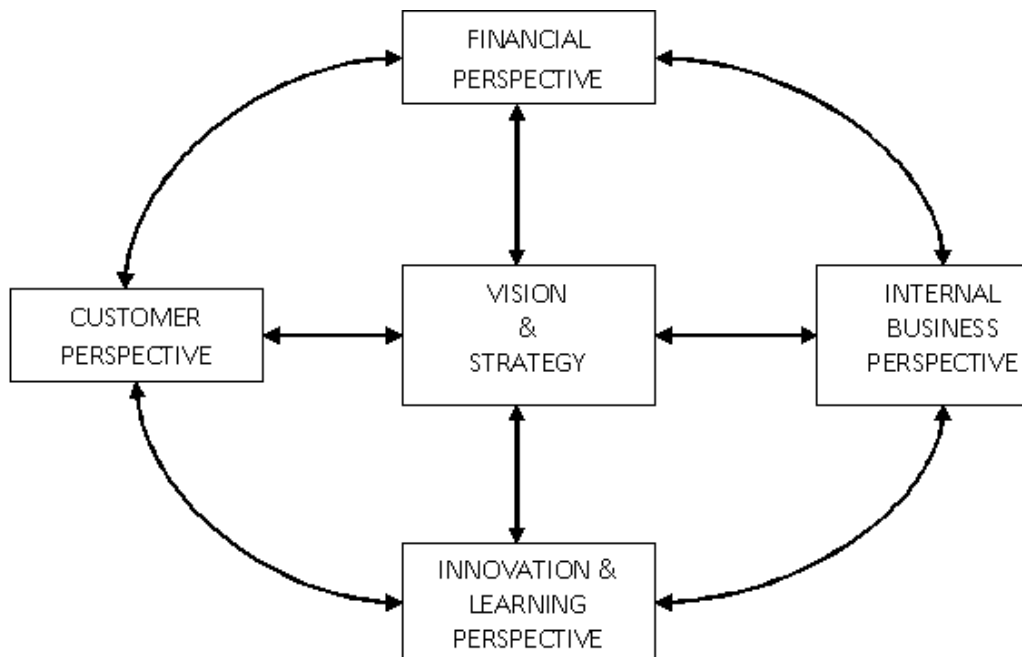
Balanced Score Card has been proposed and popularized by Robert. S. Kaplan and David. P. Norton. It is a performance tool which “Provides executives with a comprehensive framework that translates a company’s strategic objectives into a coherent set of performance measures”.

The scorecard consists of 4 different perspectives such as:

- ❖ Financial
- ❖ Customer
- ❖ Internal business
- ❖ Innovation and Learning

(i) Financial Perspective

- ✓ Return-on-capital employed
- ✓ Cash flow
- ✓ Project profitability
- ✓ Profit forecast reliability
- ✓ Sales backlog



(ii) Customer perspective

- ✓ Pricing index
- ✓ Customer ranking survey
- ✓ Customer satisfaction index
- ✓ Market share

(iii) Internal Business Perspective

- ✓ Hours with customers on tender success rate
- ✓ Rework
- ✓ Safety incident index
- ✓ Project performance index
- ✓ Project closeout cycle

(iv) Innovation & Learning Perspective

- ✓ % revenue from new services

- ✓ Rate of improvement index
- ✓ Staff Attitude survey
- ✓ Employee suggestions
- ✓ Revenue per employee.

3 (a) Define environmental scanning.
 Environmental scanning can be defined as the process by which organizations monitor their relevant environment to identify opportunities and threats affecting their business for the purpose of taking strategic decisions.

[02]

CO1

L1

(b) Describe the hierarchy of strategic intent.

[06]

CO1

L1



(c) Assess the relevance of Michael Porter's 5 forces Model.

[08]

CO3

L5

	illustrate the important kinds of strategic challenges managers face, embrace valuable teaching points and spark student's interest.									
CO4:										
CO5:										
CO6:										

Cognitive level	KEYWORDS
L1	List, define, tell, describe, identify, show, label, collect, examine, tabulate, quote, name, who, when, where, etc.
L2	summarize, describe, interpret, contrast, predict, associate, distinguish, estimate, differentiate, discuss, extend
L3	Apply, demonstrate, calculate, complete, illustrate, show, solve, examine, modify, relate, change, classify, experiment, discover.
L4	Analyze, separate, order, explain, connect, classify, arrange, divide, compare, select, explain, infer.
L5	Assess, decide, rank, grade, test, measure, recommend, convince, select, judge, explain, discriminate, support, conclude, compare, summarize.

PO1 - *Engineering knowledge*; PO2 - *Problem analysis*; PO3 - *Design/development of solutions*; PO4 - *Conduct investigations of complex problems*; PO5 - *Modern tool usage*; PO6 - *The Engineer and society*; PO7- *Environment and sustainability*; PO8 - *Ethics*; PO9 - *Individual and team work*; PO10 - *Communication*; PO11 - *Project management and finance*; PO12 - *Life-long learning*