

MACHAKOS UNIVERSITY

University Examinations for 2019/2020 Academic Year

SCHOOL OF BUSINESS AND ECONOMICS DEPARTMENT OF BUSINESS ADMINISTRATION FOURTH YEAR SECOND SEMESTER EXAMINATION FOR BACHELOR OF COMMERCE

BBA 402: INTERNATIONAL BUSINESS MANAGEMENT AND OPERATION

DATE: 19/10/2020 TIME: 2:00 – 4:00 PM

INSTRUCTIONS:

Answer Question One and Any Other Two Questions

QUESTION ONE (COMPULSORY) (30 MARKS)

- a) Describe five features of e-commerce technology. (5 marks)
- b) Explain four advantages that a firm would enjoy by being a Multinational Corporation
- c) Explain four differences between international trade and domestic trade (4 marks)
- d) Describe the role of Horizontal Differentiation in structuring of an organization. (3 marks)
- e) What is a mixed matrix structure of an international business? Give two advantages and two disadvantages of this kind of a structure. (5 marks)
- f) Describe the nature of International Business. (5 marks)

QUESTION TWO (20 MARKS)

a) Describe five modes through which a firm may choose to enter into a foreign market.

(10 marks)

b) International business is beneficial to both the firm and to the nation. Explain the benefits of international business to the nation. (10 marks)

OUESTION THREE (20 MARKS)

a) Explain five components in a firm's intermediate environment showing how the firm can influence the activities of each component. (10 marks)

Explain five roles of World Trade Organization in International Business Management. b) (10 marks) **QUESTION FOUR (20 MARKS)** Explain five ways in which the Demographic Environment of International Business can a) influence the formulation of business strategies. (10 marks) (10 Explain five methods used in technology transfer. b) marks) **QUESTION FIVE (20 MARKS)** Explain five factors influencing the growth of International Business. (10 a) marks)

Explain five factors that encourage decentralization of International Business activities. b)

(10 marks)