

# NAMIBIA UNIVERSITY

# OF SCIENCE AND TECHNOLOGY

### **FACULTY OF MANAGEMENT SCIENCES**

#### **DEPARTMENT OF MANAGEMENT**

| QUALIFICATION: BACHELOR OF BUSINESS MANAGEMENT |  |  |
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| QUALIFICATION CODE: 07BBMA                     | LEVEL: 7                                 |  |
| COURSE CODE: BBP712S                           | COURSE NAME: BUSINESS PROCESS MANAGEMENT |  |
| SESSION: JANUARY 2019                          | PAPER: THEORY                            |  |
| DURATION: 3 HOURS                              | MARKS: 100                               |  |

| SECOND/SUPPLEMENTARY OPPORTUNITY EXAMINATION PAPER |                    |  |  |  |
|--|--------------------|--|--|--|
| EXAMINER(S)  | Dr. Asa R. Asa     |  |  |  |
| MODERATOR:   | Mr. Mathew Nelenge |  |  |  |

| INSTRUCTIONS |   |  |  |  |
|--------------|---|--|--|--|
| 1.           | Answer ALL the questions.                                 |  |  |  |
| 2.           | Write clearly and neatly.                                 |  |  |  |
| 3.           | Number the answers clearly.                               |  |  |  |
| 4.           | Answer MULTIPLE CHOICE QUESTIONS in the provided booklet. |  |  |  |

## **PERMISSIBLE MATERIALS**

1. Calculator

THIS EXAMINATION PAPER CONSISTS OF 5 PAGES (Including this front page)

## **SECTION A**

## QUESTION 1: MULTIPLE CHOICE QUESTIONS [2 x 10]

| 1.1 F    | or a restaurant, order-taking, bill payment and home delivery would be considered              |
|----------|--|
| a.       | Suppliers  |
| b.       | Inputs Transformation processes  |
| c.<br>d. | Outputs  |
|          |  |
| 1.2 O    | f the four performance perspectives of the balanced scorecard model, which is most             |
| relev    | ant to operations managers?  |
| a.       | Financial  |
| b.       | Customer   |
| C.       | Innovation and learning  |
| d.       | Internal   |
| 1.3      | Value chain measures would generally be less valuable to                                       |
| a.       | Top management   |
| b.       | Middle managers  |
| c.       | First-line supervisors   |
| d.       | Employees to monitor any control   |
| 1.4      | The service-profit chain model   |
| a.       | Is based on a set of cause-and-effect linkages   |
| b.       | Is only focused on internal performance  |
| c.       | Was designed focusing on external performance  |
| d.       | Is focused on equipment utilization  |
| 1.5      | is the process of managing information, services and physical goods to                         |
| insur    | e their availability at the right place, at the right time, at the right cost and at the right |
| guan'    | tity, with the highest attention given to quality.   |

- a. Offshoring
- b. Value proposition
- c. Operational structure
- d. Value chain integration

| 1.6  | On Thursday, Mr. Evans produced 210 units in 7 hours. On Friday, he produced 190      |
|------|---|
| unit | s in 5 hours. What is his relative productivity change?                               |
| a.   | 20.00%  |
| b.   | -20.00%   |
| c.   | 26.67%  |
| d.   | -26.67%   |
|      |   |
| 1.7_ | are established to serve a local market and conduct activities like                   |
| pro  | duct design and customization.  |
| a.   | Server  |
| b.   | Contributor   |
| C.   | Outpost   |
| d.   | Lead  |
|      |   |
| 1.8  | Quality of production output increases as employee turnover decreases and lost-time   |
| acci | dents decrease with increased training these are examples of                          |
| a.   | Productivity index  |
| b.   | Interlinking  |
| C.   | Value of a loyal customer   |
| d.   | Operational definitions   |
|      |   |
|      | The average number of entities completed per unit time the output rate from a         |
| pro  | cess is called  |
| a.   | Utilization   |
| b.   | Throughput  |
| C.   | A bottleneck  |
| d.   | Flow time   |
|      |   |
| 1.10 | Marketing Product Characteristics/Decision for the Product-Process Matrix include all |
| the  | following except  |
| a.   | Demand volume   |
| b.   | Degree of customization   |
| c.   | Pathways  |
| d.   | Type of good  |

#### **QUESTION 2: COMPUTATIONS**

- 2.1 A company has two alternatives for meeting a customer requirement for 9,000 units of a specialty molding. If done in-house, fixed cost would be \$350,000 with variable cost at \$30 per unit. Alternative two is to outsource for a total cost of \$80 per unit. Determine the break-even point and determine if they should make the item in-house or outsource it and why? [8]
- 2.2 A manufacturer's average work-in-process inventory for Part 1234Y is 1,250 parts. The workstation produces parts at the rate of 150 parts per day. What is the average amount of time a part spends at this workstation? [4]
- 2.3 How many computer repair troubleshooters should be on duty from 8:00 p.m. to midnight if total demand during that period is 60 calls? The service rate is five (5) calls per hour and the target utilization is 90%. [7]
- 2.4 A family rents videos from a local video store. On average, they spend N\$80.00 a month. The store's contribution margin is 45 percent and the average customer defection is 40 percent. Determine the value of a loyal customer. [6]
- 2.5 Consider the following table and answer the questions below;

| Car manufacturer        | Quantity     | \$/Unit   |
|-------------------------|--------------|-----------|
| Car- Nissan             | 4000 Cars    | \$8,000   |
| Car- Ford               | 6000 Cars    | \$9,500   |
| Labour Hours for Nissan | 20,000 Hours | \$12/Hour |
| Labour Hours for Ford   | 30,000 Hours | \$14/Hour |

- a) What is the labor productivity in Hours for each car type? [5 Marks]
- b) What is the labor productivity in Dollars for each car type? [8 Marks]
- c) Which car type is cheaper to manufacture? [2 Marks]

#### **SECTION C**

### **QUESTION 3: ESSAY TYPE QUESTIONS**

- 3.1 Explain why the product-process matrix does not transfer well to services and discuss the appropriate matrix for services? [15]
- 3.2 Discuss the concept of the bullwhip effect and its importance in the supply chain. What can managers do to reduce it? [10 Marks]
- 3.3 What makes a good strategic planning process and what are the components of the strategic planning process. Differentiate between corporate, business and functional strategy and explain the linkage with operations strategy? [15 Marks]