

## FACULTY OF COMMERCE; HUMAN SCIENCES AND EDUCATION

## CENTRE FOR ENTERPRISE DEVELOPMENT (CED)

QUALIFICATION : DIPLOMA IN BUSINESS PROCESS MANAGEMENT			
QUALIFICATION CODE: 06DBPM	LEVEL: 6		
COURSE CODE: BRM 711C	COURSE NAME: RETAIL MANAGEMENT		
SESSION: NOVEMBER 2023	PAPER: PAPER 1		
DURATION: 3 HOURS	MARKS: 100		

SECOND OPPORTUNITY EXAMINATION – QUESTION PAPER			
EXAMINER(S)	MR. S. TJITAMUNISA		
MODERATOR:	MR. R. RITTER		

	INSTRUCTIONS			
1.	Answer ALL the questions.			
2.	Write clearly and neatly.			

THIS QUESTION PAPER CONSISTS OF 7 PAGES (Including this front page)

Question 1: 10 marks

Define the term "total retail experience." Then describe a recent retail situation in which your expectations were surpassed and state why.

Question 2: 10 marks

Will the time come when most consumer purchases are made with self-scanners? Explain your answer.

Question 3: 10 marks

Describe the physical elements in a store's design that may appeal and encourage consumers to buy.

Question 4 20 marks

Practically explain the steps in the strategic retail planning process that the Pick n Pay store will go through when developing a strategic plan in order to achieve its growth objectives?

## Use Table A on page 7 to answer and detach, hand in with your answer sheet.

1.	<ul> <li>Which of the following activities does <u>not</u> fit within the scope of retailing?</li> <li>A) medical services to families</li> <li>B) direct-to-home sales</li> <li>C) vending purchases by factory workers</li> <li>D) sales to wholesalers</li> </ul>
2.	A retailer often must limit its selection of brands in distribution.  A) wide B) intensive C) selective D) exclusive
3.	Which of the following is <u>not</u> part of the total retail experience for a men's clothing retailer?  A) offering store credit  B) corporate form of ownership  C) the store's atmosphere  D) the brands carried
4.	The minimum value chain elements a given customer segment expects from a type of retailer is a(n)  A) proposed retail strategy B) augmented retail strategy C) expected retail strategy D) potential retail strategy
5.	A retailer seeks to maximize the profitability of its inventory assortment through  A) Efficient Consumer Response B) category management C) optimal space planning D) everyday low pricing
6.	Planning authority is limited to top management or ownership in a(n)  A) professional manager system  B) owner-manager system  C) centralized system  D) decentralized system
7.	Hotel and motel franchises represent what type of structural arrangement?  A) voluntary wholesaler-retailer  B) cooperative wholesaler-retailer  C) service sponsor-retailer  D) manufacturer-retailer

8.	<ul> <li>In most situations, leased departments have been used by existing retailers to</li> <li>A) improve the store's overall image by emphasizing fashion</li> <li>B) deepen the merchandise assortment in selected merchandise categories</li> <li>C) broaden their offerings into product categories that are on the fringe of the store's major product lines</li> <li>D) generate rental income from "dead" space</li> </ul>
9.	According to the wheel of retailing theory, as retail innovators mature, they  A) increase their market share at the expense of high-cost, full-service retailers  B) reduce customer services to concentrate on the price-conscious customer segment  C) further reduce price levels to maintain their low-cost competitive advantage  D) increase their services which leads to higher prices
10.	In the long-run, scrambled merchandising is in nature.  A) low-end B) nondistinctive C) contagious D) self-defeating
11.	<ul> <li>Which strategy represents diversification?</li> <li>A) electronic retailing</li> <li>B) direct retailing</li> <li>C) single-channel retailing</li> <li>D) multi-channel retailing</li> </ul>
12.	<ul> <li>Which customer classification is <u>least</u> likely to respond to a direct marketer's efforts?</li> <li>A) regulars</li> <li>B) nonregulars</li> <li>C) trivial buyers</li> <li>D) nonrespondents</li> </ul>
13.	Discretionary income can be defined as  A) take-home pay  B) take-home pay that is adjusted to reflect inflation  C) take-home pay that is adjusted to reflect a base year  D) money left over after paying taxes and buying necessities
14.	A consumer's decision process is comprised of two parts: and  A) purchase; postpurchase behavior  B) the process itself; the factors affecting the process  C) need recognition; stimuli  D) demographics; psychographics
15.	A person who values the status of goods, services, and retailers  A) has high self-confidence  B) has low perceived risk  C) is class conscious  D) is sociable
16.	. Which of these is <u>not</u> a benefit of the use of a retail information system?

- A) Opportunities can be foreseen.
- B) The initial time and labor investment is low.
- C) Crises can be avoided.
- D) The elements of a retail strategy can be coordinated.
- 17. The use of micromarketing is an example of which target marketing strategy?
  - A) undifferentiated marketing
  - B) mass marketing
  - C) concentrated marketing
  - D) differentiated marketing
- 18. A major benefit of a thorough trading-area analysis is that it allows a retailer to \_\_\_\_\_\_.
  - A) increase sales at branch stores with high trading-area overlap
  - B) better match its target market profile with a medium's circulation
  - C) increase the degree of trading overlap among branch units
  - D) better understanding of an area's lifestyles
- 19. A major disadvantage to an isolated store location is that
  - A) competition with adjacent retailers is high
  - B) on an ongoing basis, many people will not travel very far to shop in just one store
  - C) rental costs are generally relatively high
  - D) leases can restrict store operations and merchandise carried
- 20. Which unplanned shopping district has at least one department store and a number of specialty and convenience stores?
  - A) string
  - B) central business district
  - C) secondary business district
  - D) regional shopping center

**SECTION C** 

TRUE OR FALSE

(20x1=20 Marks)

## Use Table A on page 7 to answer and detach, hand in with your answer sheet.

No.	Question			
1.1 Manufacturers, wholesalers, and importers perform retail activities when the goods and services to final consumers.				
1.2	A retailer that uses a "bricks-and-clicks" strategy consisting of traditional stores, as well as a Web site, engages in multi-channel retailing.			
1.3	The perishability of services prevents the shifting of services from low to high demand periods.			
1.4	Customer loyalty programs are based on the concept of reinforcing a consumer's purchasing activity.			
1.5	Consumerism is a broader concept than social responsibility.			
1.6	Consumers' perceived store images for a retailer and its competitors can be visualized through use of a positioning map.			

1.7	A retailer can anticipate and avoid crises through strategic retail planning.		
1.8	Examples of negative feedback include consumer complaints, chronic out-of-stock situations, and declining sales.		
1.9	Maximum channel control occurs in an independent vertical marketing system.		
1.10	Exclusive distribution, fully integrated vertical marketing systems, and franchising are used by manufacturers to increase their channel control.		
1.11	Off-price chains typically purchase their merchandise through traditional wholesale channels.		
1.12	The best areas of a store are assigned to merchandise space.		
1.13	A retailer can improve its retail productivity by changing the merchandise mix, improving sales training, and utilizing new technologies.		
1.14			
1.15	A secondary business district generally exists in the part of a city or town with the greatest concentration of office buildings and retail stores.		
1.16	In planning a purchase motivation product grouping, a retailer needs to classify retail areas into low versus high-traffic locations.		
1.17	All surveys involve some form of interviewing procedure.		
1.18	An effective retail information system should contain both continuous data and market research.		
1.19	Much internal secondary data relating to sales are now computer-based due to the widespread acceptance of the Universal Product Code.		
1.20	Trading-area analysis is useful in determining waste in specific media.		

THE END

Section B (Multiple Questions) (1.5X20) =30

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Section C (True and False) 20 marks

	True	False
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