

TECHNICAL UNIVERSITY OF MOMBASA Faculty of Business & Social Studies

DEPARTMENT OF HOSPITALITY & TOURISM

DIPLOMA IN HOTEL AND INSTITUTIONAL MANAGEMENT (DHIM J14, S13)

BEN 2202: BUSINESS PLANNING

END OF SEMESTER EXAMINATIONS

SERIES: APRIL 2015

TIME: 2 HOURS

INSTRUCTIONS:

- This paper consists of Sections A and B.
- Section **A** is **Compulsory**. Answer any **TWO** questions in Section **B**.
- Mobile phones are not allowed into the examination room.
- Cheating leads to disqualification.
- This paper consists of Two printed pages.

SECTION A (Compulsory) 30 Marks

QUESTION 1

- a) State the various types of information required by potential entrepreneurs; give **TWO** suitable sources for each. (8 marks)
- b) Outline the various potential sources of employees to entrepreneurs.

(5 marks)

c) Give the FOUR ways of handling risk in a business.

(4 marks)

d) What is the importance of the inclusion of owner details in a business plan.

(4 marks)

e) What is the importance of keeping business records?

(4 marks)

f) State the characteristics of appropriate technology that make it suitable for small businesses.

(5 marks)

SECTION B (Answer any TWO questions) 40 Marks

QUESTION 2

In what ways are the following critical to the success of any business?

- a) Personnel
- b) Business plan
- c) Viable product
- d) Outside help

e) Capital (20 marks)

QUESTION 3

Discuss the factors considered during business planning when analyzing:

- a) Target customers
- b) Business competitors
- c) Product pricing

d) Business viability (20 marks)

QUESTION 4

Discuss the benefits of business plans to entrepreneurs.

(20 marks)

QUESTION 5

Discuss the various legal forms of business ownership.

(20 marks)