



**GCE AS/A level**

**1081/01**

**BUSINESS STUDIES – BS1**

**P.M. MONDAY, 20 May 2013**

**1¼ hours plus your additional time allowance**

**Surname** \_\_\_\_\_

**Other Names** \_\_\_\_\_

**Centre Number** \_\_\_\_\_

**Candidate Number** 2 \_\_\_\_\_

<b>For Examiner's use only</b>		
<b>Question</b>	<b>Maximum Mark</b>	<b>Mark Awarded</b>
<b>1.</b>	<b>8</b>	
<b>2.</b>	<b>14</b>	
<b>3.</b>	<b>12</b>	
<b>4.</b>	<b>6</b>	
<b>5.</b>	<b>10</b>	
<b>Total</b>	<b>50</b>	

**INSTRUCTIONS TO CANDIDATES**

**Use black ink or black ball-point pen or your usual method.**

**Write your name, centre number and candidate number in the spaces provided on the front cover.**

**Answer ALL questions in the spaces provided.**

**INFORMATION FOR CANDIDATES**

**Mark allocations are shown in brackets.**

**You are reminded that assessment will take into account the quality of written communication used in answers that involve extended writing (question 5).**

**Answer ALL the questions in the spaces provided.**

**1 Daniel Woods is a very successful entrepreneur whose company, DW Engineering Ltd, makes brake-pads for large lorries. In a recent interview he was asked what motivated him to go into business. He replied “I knew that I had to satisfy my NEEDS and WANTS to give me the luxury lifestyle I hoped for. I decided that the best way would be to start a business where I could provide goods and services at a price people were prepared to pay and would give me a healthy profit. The secret is to find the right product or service to sell and then to sell nationally and internationally”.**

**(a) With the aid of examples, distinguish between NEEDS and WANTS. [4]**

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**1(b) Explain TWO possible advantages to DW Engineering Ltd of selling its products internationally. [4]**

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## **2 A CLEVER LITTLE CONCEPT**

**www.girlmeetsdress.com is a dress-lending site that allows customers to borrow a designer dress for two days, a week or a month. Hiring a current season designer dress at £120 for two nights might not seem like the bargain of the century, but this is a chance to wear very expensive clothes which, had they been bought, might be worn only once. It's "time-share" fashion.**

**The selection of dresses is updated weekly with rental prices varying, depending on the cost of the dress. www.girlmeetsdress.com was founded by fashion expert Anna Bance, who carried out a considerable amount of market research, both QUANTITATIVE and QUALITATIVE, to ensure that she had exactly the right stock to meet the needs of her customers.**

**Adapted from The Times, May 2009**







**Now that [www.girlmeetsdress.com](http://www.girlmeetsdress.com) is established in the market it is set to expand its service to include a range of designer clothes for men. This enables an ASSET-LED approach to marketing.**

**2(c) With the use of examples, explain the term ASSET-LED marketing. [4]**

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**3 Dollond & Aitchison Ltd was one of the oldest chains of retail opticians in the United Kingdom, having been established in 1750. The business merged with Boots Opticians in 2009, and its stores have been rebranded under the Boots name. This is an example of HORIZONTAL INTEGRATION.**

**(a) (i) Explain why the merger of Dollond & Aitchison and Boots is an example of HORIZONTAL INTEGRATION. [2]**

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**4 The ‘SAITH SEREN’ (Seven Stars) is a SOCIAL ENTERPRISE that operates as a Welsh Cultural Centre in the heart of the town of Wrexham in North Wales. The SAITH SEREN opened its doors to the public in January 2012. The centre houses a cafe/bar, offices and meeting rooms which generate income for the organisation.**

**The aim of the centre is to provide a place for social gathering and the promotion of the Welsh language through Welsh cultural activities. It is a place to meet people, to exchange information, and through the activities based at the centre, to promote a united, friendly community for supporters, learners and speakers of the Welsh language in the area and keep it safe for the next generation to inherit.**

**Using the information above, and with the aid of other examples, explain the key features of a SOCIAL ENTERPRISE. [6]**

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- 5 John Lewis Partnership, which has 28 large (maxi) department stores located in major cities throughout the UK, have unveiled plans to open 10 “concept” stores, creating 3,000 jobs. The “concept” stores will be roughly half the size of a maxi department store.**

**Commercial director Andrea O’Donnell said that it represented a £100 million show of faith in UK high streets. She said: “There’s been a lot of talk of the death of the high street but we don’t believe it and we’re putting our money where our mouth is. Our experience shows that when we open a new store we also get a 10% increase in online sales in that locality”. The first branch opened in Exeter in 2012 and O’Donnell said all 10 should be open within five years.**

**This move back into the high street seems to be a growing trend with other firms like Tesco and Sainsbury also opening ‘mini’ stores. However, it’s not all good news, many other retailers such as Game and La Senza are disappearing from the high street.**

**Adapted from The Mirror, July 2011**





