

Edexcel GCE

Edexcel Advanced Subsidiary GCE in Applied Business Single Award (8721) and Double Award (8722)

Edexcel Advanced GCE in Applied Business Single Award (9721) and Double Award (9722)

October 2004

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Sample assessment material



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Acknowledgements

Edexcel has produced this sample assessment material on the basis of consultation with teachers, examiners, consultants and other interested parties. Edexcel acknowledges its indebtedness to all those who contributed their time and expertise.

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Paper Reference(s)

<mark>6916</mark>

Edexcel GCE Applied Business

Unit 1: Investigating People at Work

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Team L	eader's u	ise only				

Question Number	Leave Blank
1	
2	
3	
Total	

Materials required for examination

<u>Items included with question papers</u> Nil

Instructions to Candidates

Your candidate details are printed next to the bar code above.

Nil

Answer **ALL** the questions in the spaces provided in this question paper.

Check that these are correct and sign your name in the signature box above. Use blue or black ink only.

Information for Candidates

There are three questions in this paper. There are 14 pages to this question paper. All blank pages are indicated.

The total mark for this paper is 90. The marks for individual questions are shown in round brackets eg (2).

Advice to Candidates

You are reminded of the importance of clear English and careful presentation in your answers. Include diagrams in your answers where these are helpful.

Time allowed: 1 hour, 30 minutes

Turn over

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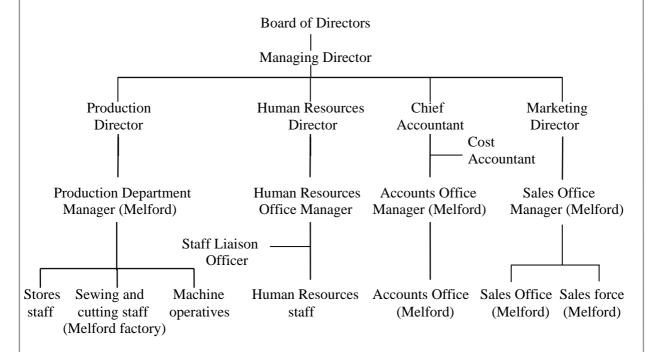




To answer the questions, you will need to refer to one of the actual businesses that you have studied, <u>and</u> use the information in each question that relates to businesses located in the town of Melford.

1. Rarebear Ltd is a manufacturer of teddy bears and other 'cuddly toys' in its three factories, one of which is in Melford. The Melford factory staff are proud of the factory's safety record and of its products (targeted at infants and young children). Rarebear Ltd is a successful company, and its directors hope to expand through exporting their toys to the rest of the European Union.

The organisation chart of *Rarebear Ltd* is shown below. Note: The complete Human Resources function and all staff above Manager level are based at the London Head Office.



Leave	
blank	

	a centralised or decentralised organisation structure. Explain the diffe between a centralised and a decentralised organisation structure.	d has rence
		(6)
b)	Give one example of a situation where the Production Director of <i>Rarebear</i> a likely to work closely with the Marketing Director.	Ltd is
		<u></u>
		(3)
Rai	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now an and operate the factory.	(3)
Rai	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now	
Rai ow:	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now an and operate the factory. State and explain two likely business aims the directors of Rarebear Ltd are I	
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Rai ow:	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now in and operate the factory. State and explain two likely business aims the directors of Rarebear Ltd are to have discussed when making the decision to buy the competitor.	likely
Rai ow:	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now in and operate the factory. State and explain two likely business aims the directors of Rarebear Ltd are to have discussed when making the decision to buy the competitor.	
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Rai ow:	ree years ago the Melford factory was owned and run by a competitor of rebear Ltd. The directors of Rarebear Ltd bought out this competitor and now in and operate the factory. State and explain two likely business aims the directors of Rarebear Ltd are to have discussed when making the decision to buy the competitor.	likely

Leave	
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e)	Give two examples of how the work of the Human Resources function of <i>Rarebear Ltd</i> is influenced by the Sex Discrimination Act 1975.
	(4)
	the space below, record the details of ONE business that you have studied
du	
du	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering
du qu	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering
du qu	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering estions 1 (f) and 1 (g).
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du qu	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering estions 1 (f) and 1 (g). e of business:
du qu	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering estions 1 (f) and 1 (g).
lu Ju m	the space below, record the details of ONE business that you have studied ring your course. You will need to refer to this business when answering estions 1 (f) and 1 (g). e of business:

f)	Describe the organisational structure of this business.	I b
	(3)	
g)	Compare the organisational structure of <i>Rarebear Ltd</i> with that of your choobusiness. State and explain any similarities and differences between organisational structure of these two businesses.	sen the
	(7)	
	Total 30 marks	5

- 2. *Melford College* is the main further education centre in the area. Most students of *Melford College* are recruited from the local population. *Melford College* is based on three sites, provides courses for staff from local businesses, offers general interest courses for the community, and has recently set up its own website. College staff hold 'open evenings' every term to which existing and prospective students are invited.
 - a) Students are one of *Melford College's* stakeholder groups. Using the information on *Melford College*, identify **two other** of its stakeholder groups.

Stakeholder group 1	
Stakeholder group 2	
	(2)

Juanita, the Human Resources Manager at *Melford College*, has written the following draft of a Job Description, for the post of Junior Finance Assistant.

JOB DESCRIPTION

General Information

Grade: Admin and Clerical Grade 3

Hours of duty: 36 hours per week (Monday to Friday)

Responsible to: Senior Finance Assistant

Job summary: The postholder will assist in either the Financial Accounts team or Management Accounts team in the Finance function. She/he will be encouraged to pursue a professional accountancy qualification including assistance with fees.

Main Objectives

Financial Accounts

- Assist in the computer-based production of financial accounts.
- Assist the team in administering the car leasing scheme, ensuring that queries are dealt with politely and efficiently.
- Assist the team in planning and producing the annual accounts.
- Any other assigned financial accounting duties.

Management Accounts

- Assist the team in providing budgetary control and other financial information and advice to the college's budget holders.
- Liaise with budget holders, advising and assisting as required.
- Prepare various budgets, using computerised and manual methods.
- Any other assigned management accounting duties.

We are an Equal Opportunities employer Melford College operates a No Smoking policy

Leave
blank

Item 1		
_		
Item 2 _		
		(4)
Juanita v	will also be writing the Person Specification for this post.	
c) (i)	Explain the relationship between the Job Description and Person Specification for this post.	
		(2)
(ii)	The Person Specification form below will be used for the post Finance Assistant. Include one appropriate item of information unbanding	of Jur
(ii)	<u>-</u>	of Jur
(ii)	Finance Assistant. Include one appropriate item of information u	of Jur
(ii)	Finance Assistant. Include one appropriate item of information unheading.	of Jur
	Finance Assistant. Include one appropriate item of information unheading.	of Jun
	Finance Assistant. Include one appropriate item of information unheading. PERSON SPECIFICATION: JUNIOR FINANCE ASSISTANT	of Jun
Skills Experi	Finance Assistant. Include one appropriate item of information unheading. PERSON SPECIFICATION: JUNIOR FINANCE ASSISTANT ence	of Jun
<u>Skills</u>	Finance Assistant. Include one appropriate item of information unheading. PERSON SPECIFICATION: JUNIOR FINANCE ASSISTANT ence	of Jun
Skills Experi	Finance Assistant. Include one appropriate item of information unheading. PERSON SPECIFICATION: JUNIOR FINANCE ASSISTANT ence	of Jun
Skills Experi	PERSON SPECIFICATION: JUNIOR FINANCE ASSISTANT ence edge	of Jur

d)	Explain how including an Essential Qualities section would help	
	 Juanita in her role as Human Resources Manager Melford College. 	
	(5)	
[n 1	(5) the space below, record the details of ONE business that you have	· •
stu ans	the space below, record the details of ONE business that you have died during your course. You will need to refer to this business when swering questions 2 (e) and 2 (f).	
stu ans (an	the space below, record the details of ONE business that you have died during your course. You will need to refer to this business when swering questions 2 (e) and 2 (f). ne of business:	_
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stu ans Ian	the space below, record the details of ONE business that you have died during your course. You will need to refer to this business when swering questions 2 (e) and 2 (f). ne of business:	
stu ans Ian	the space below, record the details of ONE business that you have died during your course. You will need to refer to this business when swering questions 2 (e) and 2 (f). ne of business:	
stu ans (an	the space below, record the details of ONE business that you have died during your course. You will need to refer to this business when swering questions 2 (e) and 2 (f). ne of business:	

 (5)	
 business, and how its staff respond to these issues.	
 (5)	
	; ;
 Total 30 marks	
 Total 30 marks	

Leave

	Describe briefly how the ownership of <i>Gunns Ltd</i> differs from that of <i>Melford Leisure Centre</i> .
	Leisure Centre.
	(2)
))	Identify one business objective that <i>Melford Leisure Centre</i> and <i>Gunns Ltd</i> will have in common, and explain why it is an appropriate objective for both businesses.
	(5)
Ме	lford Leisure Centre has a swimming pool and two large sports halls.
Ме :)	Iford Leisure Centre has a swimming pool and two large sports halls. State five items that should be included in a health and safety checklist for staff working in these areas at <i>Melford Leisure Centre</i> .
	State five items that should be included in a health and safety checklist for staff
	State five items that should be included in a health and safety checklist for staff
	State five items that should be included in a health and safety checklist for staff
	State five items that should be included in a health and safety checklist for staff
	State five items that should be included in a health and safety checklist for staff working in these areas at <i>Melford Leisure Centre</i> .
	State five items that should be included in a health and safety checklist for staff

Leave
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l)	Identify and explain one likely reason why many staff at the Centre are
-,	demotivated.
	(2)
e)	Explain one approach that <i>Melford Leisure Centre</i> could adopt to try to improve staff motivation. Examine one possible negative effect that your chosen approach might have on the Centre.
	(6)
	(0)

Leave

blank In the space below, record the details of ONE business that you have studied during your course. You will need to refer to this business when answering questions 3 (f) and 3 (g). Name of business: Main activities: f) Give two reasons why it is important for this business to have staff who are highly motivated. Reason 1 Reason 2 **(4)**

g) Evaluate the extent to which one of the following theories explains the motivation of employees in your chosen business.	
 Maslow's hierarchy of needs 	
Herzberg's two factor theory	
Theory chosen	
How it influences motivation	
(6)	
Total 30 marks	
TOTAL FOR PAPER: 90 MARKS	
END	

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1	

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								Candida No.	ate			Signature	

Paper Reference(s)
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Edexcel GCE Applied Business

Unit 6: Investigating Promotion

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Tourn L	cader 3 t	isc only

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10)	
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Materials required for examination Nil

Items included with question papers

Instructions to Candidates

Your candidate details are printed next to the bar code above.

Answer **ALL** the questions in the spaces provided in this question paper.

Check that these are correct and sign your name in the signature box above. Use blue or black ink only.

Information for Candidates

There are 10 questions in this paper. There are 15 pages in this question paper. All blank pages are indicated.

The total mark for this paper is 90. The marks for the various parts of questions are shown in round brackets eg (2)

Advice to Candidates

You are reminded of the importance of clear English and careful presentation in your answers.

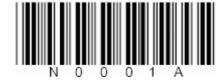
Time allowed: 1 hour, 30 minutes

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Questions 1–5 are based on Fitness Fast	
Alice Stewart, a well-known international gymnast, is planning to open an up-market, fitness centre, called <i>Fitness Fast</i> , in her local town of Harlow, which is in Essex, 29 miles north of London. Access is from the M11, or the main-line railway station. Having researched her local competition, Alice has spotted a gap in the market for a 'state of the art' fitness centre, which offers more than a simple workout gym. She plans to target professional people in the 18–45 age group with income sufficient to pay for the membership and monthly fees from their discretionary income. The annual membership will be £300, and members will be expected to set up a direct debit payment each month to pay this fee.	
Alice is starting the business from scratch and if she is to survive and make money, she needs to effectively create awareness of <i>Fitness Fast</i> and its facilities within her target group. In business terms she needs to recruit at least 300 paying members by the end of year one.	
1. Identify two business objectives that Alice has set and for each, state how promotion could be used to help meet each business objective you have identified.	
Objective 1	
Objective 2	
(4)	Q1
Total 4 marks	

2. Currently, there is a reported boom in the number of gyms and fitness centres that are opening. Estimates suggest that in the UK up to 1 million people join a gym or fitness centre each year. However, of all the people who join, less than 20% bother to attend at least once a month. This suggests that whilst awareness of gyms and fitness centres is relatively high amongst the target market, and for some people there is undoubtedly an attraction in joining a gym, actual usage is relatively low.	Leave blank
Given the take-up and usage of gyms as described above, identify two factors that Alice will need to consider when forming her promotional plan and explain how these factors will affect her plan.	
Factor 1	
Effect on promotional plan	
Factor 2	
Effect on promotional plan	
(6) Total 6 marks	Q2

Leave blank Harlow has a relatively young population, totalling around 80 000 people. Each week a local newspaper is published and sold in newsagents, and a local free-sheet is delivered to all the homes in the town. In the town centre there is a cinema, and there is a cinema multiplex on the outskirts of the town. The local radio station is BBC Radio Essex, and the town is within the range of Capital Radio — the commercial music station that broadcasts to London and across the southeast of England. Some households receive Anglia ITV, but the majority are tuned to ITV London. Alice needs to prepare a promotional plan with her relatively small budget of £36 000. State two different media that are available for Alice to use to promote Fitness Fast. **(2)** b) Given her budget, state and explain which media is **not** likely to be appropriate for Alice to use to promote Fitness Fast. **(2)** c) Identify the target market that Alice wants to attract to Fitness Fast and explain how the target market may affect the choice of media for her promotional campaign. **Q3 (2) Total 6 marks**

a)	Describe how Alice's promotional plan can avoid infringing the Trade Descriptions Act 1968.
	(2)
b)	Explain one consequence to Alice if she breaks the Trade Descriptions Act 1968.
	(2)
	(2) Total 4 marks

	(2)	
b)	When marketing a service, such as that offered by <i>Fitness Fast</i> , explain why	
U)	effective public relations are so important.	
	(4)	
c)	Describe how Alice could use her professional sporting background to support	
	the public relations plans to promote Fitness First.	
	(4)	
	Total 10 marks	
		_

Questions 6 and 7 are based on Street Seen

Street Seen is a fashion clothes store in Harlow town centre selling clothes aimed at young male and female clubbers. Run by Joe and Joan Coleman, it has been open for 3 years and whilst business is satisfactory it is not growing.

A local advertising agency has come up with some initial ideas for a limited budget promotional campaign to try to relaunch *Street Seen*.

They have given Joe and Joan the following options

- a leaflet
- a short radio advertisement.

Joe and Joan know that they have to achieve the best use of their budget to reach the target market.

6. a) Assess the usefulness of a leaflet like the one shown below to *Street Seen*, in terms of likely cost, ability to reach the target market and raising awareness.

- Time to check out *-*

STREET SEEN

Club wear for all

All the top brands and attitude to match

take a look yourself — drop in any time between 9am and 5pm Monday to Saturday special late night Friday — open 'til 9pm

25 Alende Avenue, Harlow, Essex, CM20 2JD

For more details, call Joe or Joan on 09705 538842

Likely cost			
Ability to reach target marke	et		

					(3)
b) What camp	methods can Joe a	and Joan use to	measure the ef	fectiveness of	a leaflet
c) Expla	in two weaknesses				(4)
	in two weaknesses of the town.				(4)
areas	of the town.				(4)
areas	of the town.				(4)
	of the town.				(4)
areas Weakness	of the town.				(4)
areas Weakness	of the town.				(4)

1	
	Method 1
-	
-	
_	
-	
I	Method 2
-	
-	
_	
-	
-	(6)
	Total 17 marks
	As part of the promotional campaign the advertising agency suggest that local radio would be a good medium to use to promote <i>Street Seen</i> . Although the actual cost of fair-time' is relatively low, Joe and Joan were a bit dismayed to find out that the production cost of an advertisement would be relatively expensive and unless they
ı	made good use of the recording, it may not be worthwhile.
1	made good use of the recording, it may not be worthwhile. a) Based on the target market that Joe and Joan want to reach, state a good time of the day to broadcast radio advertisements for <i>Street Seen</i> and give one reason why.
1	Based on the target market that Joe and Joan want to reach, state a good time of the day to broadcast radio advertisements for <i>Street Seen</i> and give one reason
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1	Based on the target market that Joe and Joan want to reach, state a good time of the day to broadcast radio advertisements for <i>Street Seen</i> and give one reason

Leave	
blank	

	term means and explain what is the difference between them.
Co	verage
Fre	quency
	(4)
c)	Given the potentially high production costs for a radio advert, Joe and Joan are
()	still not convinced that local radio will be cost-effective in terms of promoting <i>Street Seen</i> . Evaluate the usefulness of using local radio to promote <i>Street Seen</i> .
	(4)
d)	(4) All advertisements are covered by legislation. State three main steps in the
d)	All advertisements are covered by legislation. State three main steps in the process that a listener must go through to make a complaint, on ethical grounds, about a radio advertisement
d)	All advertisements are covered by legislation. State three main steps in the process that a listener must go through to make a complaint, on ethical grounds,
d)	All advertisements are covered by legislation. State three main steps in the process that a listener must go through to make a complaint, on ethical grounds,
d)	All advertisements are covered by legislation. State three main steps in the process that a listener must go through to make a complaint, on ethical grounds,

Total 13	(3) 3 marks
Total I.	marks
destions $8 – 10$ are based on promotional campaigns that you have studied during course.	ring
Give an example of a promotional campaign that includes an element of new n	nedia.
me of product being advertised	
te of campaign	
a) State one business objective of this campaign	
b) State one example of the new media that was used	(1)
b) State one example of the new media that was used	
c) Explain why the new media you have given was used as part of this campa	(1)
	(2)

	d) Describe four of the production requirements for the advertisement.	
	(4)	
	e) Explain how this use of new media may have placed a constraint on this campaign.	
		Q
	(2) Total 10 marks	Q
		Q
	Total 10 marks	Q
am	Give an example of a promotional campaign that included cinema advertising.	Q
am	Total 10 marks Give an example of a promotional campaign that included cinema advertising. ne of product being advertised	Q
am	Total 10 marks Give an example of a promotional campaign that included cinema advertising. ne of product being advertised	Q
am	Give an example of a promotional campaign that included cinema advertising. ne of product being advertised e of campaign	Q
ate	Give an example of a promotional campaign that included cinema advertising. The of product being advertised and the of campaign a) State two reasons why cinema advertising was used as part of this campaign.	Q
ate	Give an example of a promotional campaign that included cinema advertising. ne of product being advertised of campaign a) State two reasons why cinema advertising was used as part of this campaign. 1	Q

Explain how you could investigate the opinions that the cinema audience has of this advertisement. (4 Explain one advantage of cinema advertising over television advertising.	
Explain how you could investigate the opinions that the cinema audience has of this advertisement. (4) Explain one advantage of cinema advertising over television advertising. (2) Total 10 mark Give an example of a promotional campaign that included sponsorship. (a) Sive an example of a promotional campaign that included sponsorship. (b) Or duration of sponsorship	
Explain how you could investigate the opinions that the cinema audience has of this advertisement. (4) Explain one advantage of cinema advertising over television advertising. (2) Total 10 mark Give an example of a promotional campaign that included sponsorship. (a) Sive an example of a promotional campaign that included sponsorship. (b) Or duration of sponsorship	
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Explain one advantage of cinema advertising over television advertising. (2 Total 10 mark Give an example of a promotional campaign that included sponsorship. e of business or product that is the main sponsor or duration of sponsorship	
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Total 10 mark Give an example of a promotional campaign that included sponsorship. e of business or product that is the main sponsor or duration of sponsorship	
Total 10 mark Give an example of a promotional campaign that included sponsorship. e of business or product that is the main sponsor or duration of sponsorship	
e of business or product that is the main sponsor or duration of sponsorship	
or duration of sponsorship	(2) Total 10 marks
	Total 10 marks
Describe the form that the sponsorship takes.	Total 10 marks comotional campaign that included sponsorship.
	Total 10 marks comotional campaign that included sponsorship. It that is the main sponsor
	Total 10 marks comotional campaign that included sponsorship. It that is the main sponsor hip
	Total 10 marks comotional campaign that included sponsorship. It that is the main sponsor hip

		-
		_
-)		(2)
	Explain two possible negative effects of this sponsorship.	
1		-
		_
2		_
		_
		-
1)		(4)
d)	Explain how the sponsor can measure the effectiveness of their sponsorship.	
		-
		_
		(2)
	Total 10 mar	'ks
	TOTAL FOR PAPER: 90 MARKS	
	END	

<mark>6923</mark>

Edexcel GCE

Applied Business

Unit 8: Business Development

Externally Set Assignment

GCE Applied Business

Unit 8: Business Development

Externally Set Assignment

Scenario

You have always wanted to work for yourself and have always dreamed of running your own business. You have recently received a legacy from your grandparents of £8 000 and feel that the time is right to fulfil your dream and open up a small business, operating this as a Sole Trader.

You realise that the legacy will not be sufficient to cover all the costs of starting up a business and that you will need to obtain additional finance from another source, but it does provide you with a starting point.

You have decided to carry out detailed research and planning and assemble the information in a manner that you can use to support a request for finance. You want to be able to explain your idea and related costings directly to a potential lender/investor. You also want to be able to leave them with a professional document that clearly demonstrates your business idea as a potential viable concern, and therefore worthy of investment.

In order to convince a potential investor it is important that your document shows clearly the following:

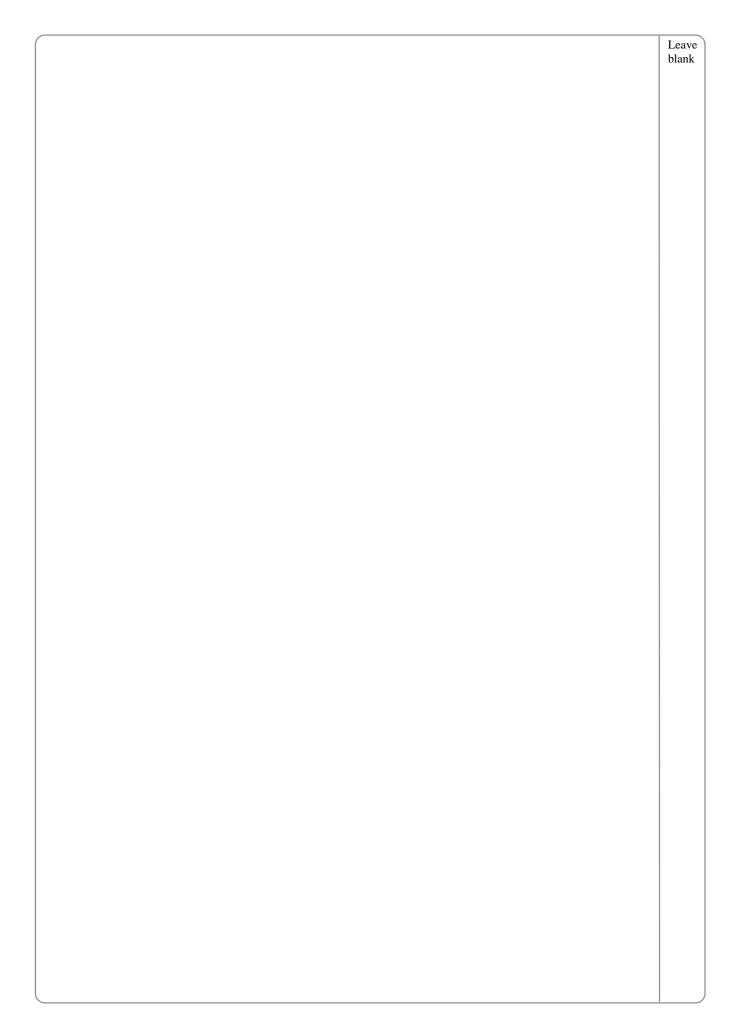
- primary and secondary research to establish the viability of your business idea in terms of demand
- competitor information to assist with pricing, possible product/service differentiation
- resource requirements, human and physical to clearly demonstrate how you intend to produce your product/provide a service
- quality issues, how this can be assured, controlled
- a detailed financial section, covering
 - sources of finance available
 - start-up budget
 - working capital requirement
 - cash flow and breakeven forecasts
 - projected trading, profit & loss accounts
 - projected start-up balance sheet
- marketing and promotional plans, linked to your budgets and target market
- analysis/evaluation of business position at the end of the first year, together with a projected vision for three years time.

You must produce assessment evidence for this unit as follows:

- a fully developed business plan for the establishment of a new small business operating as a sole trader. The plan will cover aims and objectives, a marketing plan, resource issues, financial analysis and planning
- the plan will be presented as a viable business idea, suitable to support a request for finance for the venture.

Instructions for the conduct of the assessment

- 1. The given scenario is the **only** vehicle for the assessment of *Unit 8: Business Development*.
- 2. Apart from this document there will be **no examination paper** for the assessment.
- 3. Assessment will be carried out by centre assessors, whose decisions will be subject to moderation by Edexcel's external moderators. All moderation will be carried out by sending a sample of the students' work that will be indicated on accompanying documents sent to the centre in the year of examination. This will take place at the same time as the moderation of the portfolio units, in the summer moderation series.
- 4. Work must be carried out under controlled conditions
- 5. Students' work must be completed and assessed by the centre by the **end of the** deadline for submission of marks for moderation.
- 6. Students should spend no more than a total of 15 hours in controlled situations completing the business plan.
- 7. Student marks must be entered on the appropriate OPTEMS forms and returned to Edexcel by the deadline given in the brief.
- 8. Evidence to be assessed against Unit 8 must be produced specifically to meet the requirements of the scenario.
- 9. Centres should note that this unit is moderated in summer only, and that marks and student work can only be submitted then.



Paper Reference (complete below)						Centre No.				Surname	Initial(s)	
							Candida No.	ate			Signature	

Paper Reference(s) Paper Reference(s)

6925

Edexcel GCE Applied Business

Unit 10: Marketing Decisions

der's u	ise only
	der's u

Question

Number

1

2

3

4

5

6

7

8

9

Leave

30 Examiner's use only

Items included with question papers	

Nil

Your candidate details are printed next to the bar code above.

Answer **ALL** the questions in the spaces provided in this question paper.

Materials required for examination

Check that these are correct and sign your name in the signature box above. Use blue or black ink only.

Nil

Information for Candidates

Instructions to Candidates

There are nine questions in this paper. There are 16 pages in this question paper. All blank pages are indicated.

The total mark for this paper is 90. The marks for the various parts of questions are shown in round brackets eg (2).

Advice to Candidates

You are reminded of the importance of clear English and careful presentation in your answers.

Time allowed: 1 hour 30 minutes

Turn over

Total

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Scenario

Great Walls Ltd and the problem with their Wallfiller product

Great Walls Ltd is a leading manufacturer of DIY and home decorating materials. Its most well known product is *Wallfiller*. This is a powder that is mixed with water to produce a paste that is used to fill and repair cracks in walls in the home before they are decorated.

Wallfiller accounts for 30% of Great Walls Ltd's income and 50% of its gross profit (GP).

Wallfiller is widely available in all leading DIY retail outlets and other places that sell decorating materials. The product has been on the market for 20 years and is the brand leader in filling materials with a 70% market share in terms of unit sales. The remaining market share is retailer's own brand. In recent years it has received little promotional support from *Great Walls Ltd*, as its market dominance means that it sells itself. *Great Wall Ltd* have used its market position and lack of effective competition to keep the price high and 'milk' profit from the product. The market for wall fillers is large, but has been has been static for a number of years.

This year, 2004, has seen the launch of a new product to challenge the market dominance of *Wallfiller*.

The new product, *Redifill*, is a readymixed filler that can be used straight from the tub that it is packaged in — without the need for mixing. *Redifill* is being advertised on television and is being stocked by a growing number of DIY outlets.

In the large DIY superstores, like B&Q, a 1.8kg packet of *Wallfiller* retails for £4.98 and a 1kg tub of the new *Redifill* retails for £4.98.

Redifill has been developed and marketed by two ex-employees of *Great Walls Ltd*, and has no previous history in the marketplace. However, after just four months on the market *Redifill* is starting to take market share from *Wallfiller*.

The management team at Great Walls Ltd has to make some important decisions

- do they start to support Wallfiller to defend its position in the market?
- do they launch a new product and introduce their own readymixed product to compete directly with *Redifill?*
- or is there some other approach that they could take?

Leave blank 1. A SWOT analysis is often used to analyse a current business situation. a) Use the headings below to conduct a simple SWOT analysis of the current position of Wallfiller. Give two examples under each heading. Strengths Weaknesses Opportunities Threats **(8)** b) Explain one main difference between a weakness and a threat in the context of a SWOT analysis. **(2)**

Why this is a USP		
	Total 13 r	(3) narks

This page contains information to use to answer Question 2.

Figure 1: Change in National Sales of Wall Filler products 1995-2003

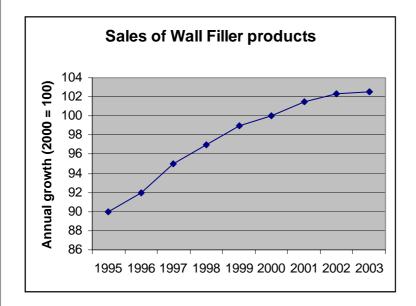
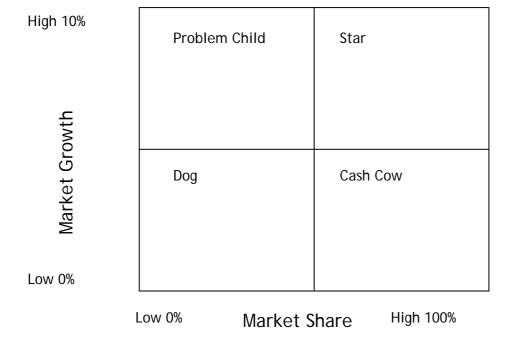


Figure 2: Boston Matrix



ι)	(i)	Refer to Figure 1 and the case study. On Figure 2 identify where Wallfiller
		was at the end of 2003 by placing a 'W' on the matrix. Justify your answer.
		(2)
	(ii)	Identify where <i>Redifill</i> was at the beginning and end of 2003 by placing a 'S'
	(11)	for the start position and a ' F ' for the finish position on Figure 2. Justify your answer.
		diswer.
		(3)
)	In t	he early 1990s <i>Wallfiller</i> was in the Star sector of the Boston Matrix.
,		Explain what changes it would need to make to its marketing plans in order
	(1)	to achieve that position again.
		(4)
		(4)

c)	Explain one advantage of using a Boston Matrix to analyse the relative position
	of products rather than using a simple product lifecycle.
	(2) Total 13 marks
	thorough understanding of the current marketing environment is important before king marketing decisions. Describe the marketing environment into which <i>Redifill</i> has been launched, based on information in the case study.
	(4)

	that they do want to introduce their own readymixed product.					
1.						
2.						
	(4)					
c)	The management team at <i>Great Walls Ltd</i> . believe that they have to make a quick decision about what to do in the marketplace.					
Id	entify from the case study why they think that a quick decision is important.					
	(1)					
_						
	(1) Total 9 marks					
£1	(1)					
£1	Total 9 marks The Sales Director at <i>Great Walls Ltd.</i> wants to cut the selling price of <i>Wallfiller</i> to 1.00 below the selling price of <i>Redifill</i> , for a three-month period, in an attempt to rive <i>Redifill</i> out of the market.					
£1 dr	(1) Total 9 marks the Sales Director at <i>Great Walls Ltd.</i> wants to cut the selling price of <i>Wallfiller</i> to 1.00 below the selling price of <i>Redifill</i> , for a three-month period, in an attempt to rive <i>Redifill</i> out of the market.					
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£1 dr	(1) Total 9 marks the Sales Director at <i>Great Walls Ltd.</i> wants to cut the selling price of <i>Wallfiller</i> to 1.00 below the selling price of <i>Redifill</i> , for a three-month period, in an attempt to rive <i>Redifill</i> out of the market.					
£1 dr	Total 9 marks The Sales Director at <i>Great Walls Ltd.</i> wants to cut the selling price of <i>Wallfiller</i> to 1.00 below the selling price of <i>Redifill</i> , for a three-month period, in an attempt to give <i>Redifill</i> out of the market. Would this strategy be described as strategic or tactical? Justify your answer.					

	(4)
c)	What other problems is this strategy likely to produce for <i>Great Walls Ltd</i> . (i) in the short term and (ii) in the long term?
	(i) Short-term problems
	(2)
	(ii) Long-term problems
	(2)
	Total 11 marks

loe Dewell, wants to find out why <i>Redifill</i> appears to be aggests a research programme, which includes surveying	
retailers that are stocking <i>Redifill</i>	g
consumers who are buying Redifill.	
a) Explain how the information produced by this resear	arch will help Joe.
Researching the retailers	
Researching the consumers	
	(4)
b) Based on the work you have done for this unit, de of researching consumers to find out why they are be	scribe an appropriate method
	scribe an appropriate method

1_	
2_	
•	(2)
d)	Joe is planning to buy continuous retail audit information about products in the wall repair market. Explain what is meant by continuous retail audit in the context of marketing research, and how it could provide Joe with vital knowledge and information about the competitive position of <i>Redifill</i> compared to <i>Wallfiller</i> .
e)	Explain how secondary research sources could be used to help inform any marketing decisions made by the management at <i>Great Walls Ltd</i> .
	(2)
	Total 19 marks

telephones a senior mana	business contacts, the Sales Director of <i>Great Walls Ltd</i> , ager at one of the major DIY chains to question him about anager is a buyer who will have decided that his shops will
Evaluate this method of obtain	ning marketing research information.
	Q6 (4) Total 4 marks

Leave blank

Ouestions 7–9 are based on your own investigation of marketing campaigns that you

V	e done as part of your studies for this unit.
	The case study at the start of this paper is based on a new product entering an existing market.
	Based on what you have studied for your work on this unit describe an example of a new product introduction that you have seen or learned about.
	a) You need to include
	Market or sector eg 'confectionery', or 'white goods'
	Name of new product
	Brand
	Type of product
	Manufacturer/owner of new product
	Target market
	b) Describe TWO features that make this a new product
	Feature
	Feature
	(4

(5)
·
·
·
·
Total 11 marks
Based on your studies, describe how successful the new product/campaign that you have named been in terms of
(i) Meeting the needs of the organisation(ii) Meeting the needs of customers
Justify each answer that you give and explain how you have arrived at your conclusion.
(i) Meeting the needs of the organisation
(3)
(ii) Meeting the needs of customers

(3) Total 6 marks	
arketing campaign is affected by constraints.	Every m
Identify one constraint on the marketing campaign for the new product that you have named.	(i)
(1)	
Explain how this constraint changed the course of the marketing campaign.	(ii)
Describe the effect that this constraint had on the outcome of the marketing campaign.	(iii)
Describe the effect that this constraint had on the outcome of the marketing	(iii)
Describe the effect that this constraint had on the outcome of the marketing	(iii)
Describe the effect that this constraint had on the outcome of the marketing	(iii)
Describe the effect that this constraint had on the outcome of the marketing campaign. (2)	(iii)

Leave blank

General guidance on marking

Examiners should look for qualities to reward rather than faults to penalise. This does NOT mean giving credit for incorrect or inadequate answers, but it does mean allowing learners to be rewarded for answers showing correct application of principles and knowledge, and for critical and imaginative thinking. Examiners should therefore read carefully and consider every response; even if it is not what is expected it may be worthy of credit. The Principal Examiner or Team Leader should be consulted as necessary.

Applying the mark scheme

- 1 In the first column the question is identified.
- 2 The second column identifies the expected answers to the question. The expected answers are not necessarily exhaustive and so professional judgement should be applied by the marker.
- 3 For some of the expected answers, example answers have been supplied to give additional guidance, particularly where the question allows for a wide range of response from the learner.
- 4 The third column identifies how the marks should be awarded.
- 5 (1) identifies the award of each mark.
- 1×4 (4) indicates that the mark (sub total) for that part of the question is made up of **four** one-mark answers or parts.
- 7 The (6) or similar mark in the third column is the sub total allocated to that part of the question and is the same as the sub total which appears on the question paper.
- 8 The total mark for each question is in **Bold** at the bottom of each full question.
- Information in **Bold** which appears in the bottom of the second column for that question gives guidance on how to award a range of marks and must be followed for that specific question eg **low response** (1) or **detailed explanation** (2).
- 10 The third column for straightforward responses basic information has been provided with the total mark available for the question enclosed in brackets.
 - Where more extended answers are required from the learner, levels of response style instructions have been provided.

Mark scheme

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Unit 1

Investigating People at Work

Applied Business Unit 1: Investigating People in Business: Mark Scheme

Question	Expected answer	Mark allocation
1 a)	A centralised structure means decisions are taken at the top — with services located in one place — eg Rarebear Ltd HR in London.	1 mark for explaining centralised (maximum 2 marks) 1 mark for application to <i>Rarebear</i> 1 mark for explaining decentralised
	• A decentralised structure means more delegation takes place — and services are more dispersed — eg <i>Rarebear Ltd's</i> staff in each factory.	(maximum 2 marks) 1 mark for application to <i>Rarebear</i> 6 marks
1 b)	New products/new materials — the Marketing Director will have information about proposed design — the Production Director will advise how design will influence safety/construction/production.	1 mark for example 1 mark for reference to functions 1 mark for explaining the link 3 marks
1 c)	 Increase market share — so <i>Rarebear Ltd</i> could compete more effectively. Increase sales — so <i>Rarebear Ltd</i> could gain greater economies of scale. 	1 mark for aim 1 mark for explanation (1 + 1) x 2
	• Increase profits — so <i>Rarebear Ltd</i> could pay dividends to shareholders.	4 marks
1 d)	 Recruitment. Staff records. Training/development. Appraisal. Advice. 	1 mark for each service 3 marks
1 e)	 Eg recruitment — equal opportunities for both sexes when being interviewed. Eg internal promotion — male or female applicants are not discriminated against. 	1 mark for example 1 mark for explanation (1+1) x 2 4 marks
1 f)	Eg description of Tesco Head Office stores centralised services are Organisation is	3 marks for description showing thorough knowledge of structure (2 marks for sound description) (1 mark for basic/partial description) 3 marks
1 g)	(Eg) Tesco has a tall structure because Similarities are therefore Differences are This is due to (eg) size/location/sector the businesses are in	1 mark for explaining similarity 1 mark for explaining difference (maximum 4 marks) 1 mark for why similar or different (maximum 3 marks) 7 marks

Question	Expected answer	Mark allocation
2 a)	Local businesses.	1 mark for each stakeholder group
	Local community.	
	• Staff.	2 marks
2 b)	Job title — Junior Finance Assistant.	1 mark for item
	• Salary — £10 000 rising to £12 000 p.a.	1 mark for example
	• Annual leave — in addition to bank holidays, 22 working days p.a. rising to 25 days after 5 years' service.	$(1+1) \times 2$
	Location — based in the Accounts Office/based on the Main Site.	4 marks
2 c) (i)	The Person Specification for Junior Finance	1 mark for knowledge of relationship
	Assistant is created from its Job Description — because personal attributes can be	1 mark for explaining relationship
	identified once the job details are known.	2 marks
2 c) (ii)	Skills — good communication/good	1 mark for each statement
	numeracy/self-disciplined.	5 x 1
	Experience — none/some previous office work/successful contribution to teamwork.	2 marks if drawn fully from the Job Description
	Knowledge — knowledge of computers/spreadsheets/accounting software.	(1 mark if drawn partly from the Job Description)
	Qualifications — NVQ2/GCSE English and Mathematics.	
	Other requirements — commitment to equality/can work as part of a team.	7 marks
2 d)	Successful appointees must possess these Essential Qualities otherwise they will be	1 mark for knowledge of essential qualities
	unable to adequately perform the job — this helps Juanita when interviewing — by identifying suitable people — and helps	1 mark for each effect on Juanita's work (maximum 2 marks)
	control Melford College's recruitment costs — by reducing labour turnover.	1 mark for each effect on <i>Melford</i> College (maximum 2 marks)
		5 marks

Question	Expected answer	Mark allocation
2 e)	Eg local garden centre	1 mark for appropriate personal
	Honesty — because staff on the sales desks deal with money — and other staff handle the plants and other items being sold.	qualities 1 mark for explaining importance (maximum 2 marks)
	Punctuality/meeting deadlines — because customers want serving/do not want to wait longer than necessary — and staff need to be available for this.	(2 x 2) 5 marks
2 f)	Eg likely influences on local garden centre	2 marks for how environmental
21)	Pollution — waste management of food from café — need to dispose carefully.	issues affect the business's activities (1 mark for basic knowledge of
	Cleaning materials — disposal of — could be harmful/could face fines.	environmental influences) 1 mark for each likely response by
	Vermin — disposal of waste — need to discourage/may need to liaise with local council.	the business (maximum 2 marks)
	Recycling — pots/containers used — may be able to reuse.	
	Eg conclusion	1 mark for valid conclusion
	Garden centre's activities relate to environmental matters and affect work of staff/Garden centre staff need to be aware of how their actions affect the environment and the possibility of bad publicity.	_ ,
3 a)	Melford Leisure Centre is owned by the	5 marks 1 mark for ownership of each
3 4)	council/public sector — whereas <i>Gunns Ltd</i> as a private sector business is owned by	business
	shareholders.	2 marks
3 b)	Customer satisfaction — both rely on customers for revenue — which leads to profit/surplus for the owner(s).	1 mark for both objectives 1 mark for explaining why each is appropriate (maximum 2 marks)
	Market share — both compete with each other and will therefore seek to attract customers from the other — and increased market share increases chance of survival.	(2 + 2) 5 marks
3 c)	Ensure customers behave responsibly.	1 mark for each item
	 Check first aid boxes daily. 	
	Ensure whistles/alarms carried at all times.	
	Record all accidents in Accident Book.	
	Mop up surplus water/any spillages immediately.	5 marks

Question	Expected answer	Mark allocation
3 d)	Pool and sports staff are doing jobs they did not expect to do — this takes them away from their main work/puts pressure on them.	1 mark for reason 1 mark for explanation
	Café/bar staff do not have seem to have security — as a result they may not be motivated to attend regularly.	
	Criticism in local paper — existing staff morale affected through bad publicity.	2 marks
3 e)	 Increase pay of café/bar/sports staff — this may encourage better attendance by café staff and encourage sports staff to cover — but it adds to Centre's costs — and pay may not be the main motivator. Improve working conditions — this will 	1 mark for identifying approach 3 marks for explaining fully in context (up to 2 marks for less detailed explanation) 2 marks for explaining negative effect
	encourage staff and meets Maslow's lower order needs/Herzberg's hygiene factors — but will add to costs — and it may not be the cause of low morale so will not solve the problem.	(1 mark for less detailed explanation) 6 marks
3 f)	Eg Ford, affects (eg)	1 mark for identifying relevant
	Output — staff need to meet customer requirements/customer orders/staff must compete with other car firms.	feature 1 mark for explaining relevance in context
	Communication — staff need to contact garages concerning sales/customers.	$(1+1) \times 2$
	Atmosphere — affects staff willingness to sell/manufacture.	4 marks
3 g)	Eg Maslow related to Ford	2 marks for knowledge of theory
	• Lower order needs, eg physical = pay levels and working conditions on the production line — safety = job security at Ford —	(1 mark for basic/partial knowledge) 2 marks for evaluating in context (1 mark for basic/partial evaluation)
	affects attendance, punctuality, output.Higher order, eg social = teamwork, self-	2 marks for specific evaluation in context of chosen business
	actualisation = develop new skills at Ford — affects working with colleagues, initiative.	(1 mark for basic/partial evaluation)
	arreets working with concagues, initiative.	6 marks

Content area distribution

Question		Conte	nt area	
	1.1	1.2	1.3	1.4
1 (a)	6			
1 b)	3			
1 c)	4			
1 d)		3		
1 e)		4		
1 f)	3			
1 g)	7			
2 a)				2
2 b)		4		
2 c) (i)		2		
2 c) (ii)		7		
2 d)		5		
2 e)		5		
2 f)				5
3 a)	2			
3 b)	5			
3 c)				5
3 d)			2	
3 e)			6	
3 f)			4	
3 g)			6	
Marks	30	30	18	12

Question		01 Ba uivalo)2 Ba)3 Ba uivalo)4 Ba uival		
	1	2	3	1	2	3	1	2	3	1	2	3	
1 a)	2	2		2									6
1 b)	1	2											3
1 c)	2	2											4
1 d)	3												3
1 e)				2	2								4
1 f)				1	1	1							3
1 g)							2	2		1	1	1	7
2 a)	2												2
2 b)					2	2							4
2 c) (i)	1	1											2
2 c) (ii)						2	3	1	1				7
2 d)	1	2	2										5
2 e)	1			2	2								5
2 f)	1			1			1	1		1			5
3 a)	2												2
3 b)	1	2	2										5
3 c)				5									5
3 d)				1	1								2
3 e)			2					1	2	1			6
3 f)				2		2							4
3 g)	1	1								2	1	1	6
	18	12	6	16	8	5	8	5	3	5	2	2	
Total	18	12	6	16	8	7	6	5	3	5	2	2	
		36			31	_		14			9		90

Analysis of paper

The overall target for each Assessment Objective is based on 40%, 35%, 15% and 10% as agreed for Unit 1, which, on a 90 mark paper, gives

36 marks for AO1

31.5 (= 31) marks for AO2

13.5 (= 14) marks for AO3

9 marks for AO4.

Mark Scheme

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Unit 6

Investigating Promotion

Applied Business Unit 6: Investigating Promotion: Mark Scheme

Question	Expected answer	Mark allocation
1	To survive — use promotion to attract potential members.	1 mark for business objective
	• To make money/profit — use promotion to convert awareness into commitment to spend £300 plus £50 per month on membership.	1 mark for identifying appropriate promotion
	To have 300 members by end of year one — promote to target market.	$(1+1) \times 2$
	To create awareness among target market/catchment area — convince them that it is worth joining centre/spending money.	
	To attract men and women/members in 18–45 age range — encourage them to visit and see for themselves the benefits of joining centre.	
	To have a promotional plan — place advertisements using appropriate medium for target group.	(4 marks)
2	Recruitment — will need a continuous programme of recruitment/information suggests a high dropout rate — will need to plan promotion long term.	1 mark for factor 1 mark for stating how factor will affect her plans
	Targeting — lots of people already interested in idea of joining a gym/less need to try to convince non-believers of the benefits of gym membership	1 mark for actual effect on promotional plans $(1+1+1) \times 2$
	 — will need to use media focused on target market. 	(6 marks)
3 a)	Press/local press.	1 mark for each media
	• Cinema.	(2
	Radio.Television.	(2 marks)
3 b)	Television — high production costs/high cost of airtime.	1 mark for inappropriate media 1 mark for linking to budget
	• Radio — (perceived) high production cost/air time expensive at peak times.	(2 marks)
3 c)	Target market	1 mark for identifying target
	• 18–45.	market
	High income/high level of discretionary income/high spenders on leisure.	1 mark for how target market
	Professional people within Harlow area.	affects choice of media
	Need to choose media that	
	is likely to be seen/read/listened to by target market	
	is relevant/is taken notice of by target market	
	is used by target market as a source of information.	(2 marks)

Question	Expected answer	Mark allocation
4 a)	 All of her promotional plans should be developed within the law. Must be truthful. 	1 mark for each point of description of aspects of Trade Descriptions Act
	 Must be factually correct. Must be accurate. Must not mislead. Must not imply something that is not true 	
	 Must not imply something that is not true Must not trade on consumer ignorance. 	(2 marks)
4 b)	May be reported to Trading Standards — complaint will be investigated/could lead to prosecution.	1 mark for possible situation 1 mark for result
	Could be taken to court — may cost a lot of money.	(2 marks)
5 a)	Press releases/send press release announcing new fitness club to local newspaper — newspaper always looking to fill space with news of local news/local newspaper may send journalist to visit club and do a review.	1 mark for each method 1 mark for why appropriate
	• Case history/prepare a case history of local athlete who trains at <i>Fitness Fast</i> — circulate to local media/athlete may get interviewed on local TV/can use opportunity to mention <i>Fitness Fast</i> .	1 mark for how it could be used
	Use of editorial space in press/radio/TV — likely to be listened to by local people some of whom will be target market.	
	Sponsorship/sponsor local youth football team use success of team to promote benefits of Fitness Fast/other local players will be attracted in desire to share success.	(2 marks)
5 b)	 PR based on ongoing two way communication with an organisation and it's public via available media — based on presenting a good/attractive image to public/target markets — important to service because sector is highly competitive — Fitness Fast needs to create awareness/good image immediately as it is a new venture. PR based on representing service in editorial 	1 mark for defining good PR 1 mark for why important in general terms 1 mark for why important to a service 1 mark for linking to particular needs of <i>FF</i>
	context — less obviously commercial compared to paid for advertising — (apparently) independent view given about service — which can be used to endorse <i>FF</i> .	(4 marks)

Question	Expected answer	Mark allocation
5 c)	• Alice is a professional gymnast — public are interested in professional sports people — professional gymnast running local business will attract local attention/give a reason to visit <i>FF</i> — visit provides opportunity to convert to new/paying member.	1 mark for recognising background 1 mark for what this could mean in PR terms 1 mark for how background could be used in PR terms
	 Alice is a professional gymnast — will have lots of contacts amongst other sports professionals/celebrities — could invite them to visit/train at FF — connection with celebrities could be used to attract new members. 	1 mark for benefit to FF (4 marks)
6 a)	 Likely cost Appears to be simple so relatively low cast to produce. Small single sided would be low cost to print/produce. Ability to reach the target market Would reach target market because could be handed to likely looking people. Can be targeted precisely. Raising awareness Leaflet would let people know about Street Seen. Would tell people what Street Seen was offering most people. 	1 mark for assessment of likely cost 1 mark for assessment of ability to reach the target 1 mark for assessment of ability to raise awareness
	Leaflet would be eye-catching and provide all information about the shop.	(3 marks)
6 b)	Incorporate a reply slip/name and address form/something to encourage return of flyer when joining on leaflets — use codes to identify leaflets distributed in different ways/in different places — record and monitor leaflet codes — use market research/statistical techniques to analyse codes/source of leaflet.	1 mark for method 1 mark for how to use method 1 mark for how to measure effectiveness 1 mark for explanation
	Record/monitor sales — compare sales level before leaflets with sales level after leaflet campaign — see if there is a difference — draw conclusions based on the difference.	(4 marks)

Question	Expected answer	Mark allocation	
6 c)	High wastage — not hitting target market/not selective/not all areas will have target market living there.	1 mark for identifying weakness in door-to-door leafleting 1 mark for explaining how weakness is linked to coverage of all residential areas (1 + 1) x 2	
	High cost — likely to be 40 000 homes in Harlow/high cost per member recruited as a result of high.		
	May not be able to achieve 100% coverage — all homes may not be leafleted as a result of unavailability of resources to deliver leaflets/leaflets dumped.	(
	(Other weaknesses of door-to-door leafleting may be given but only 1 mark if not linked to all residential areas of the town. Examples would include treated as junk mail/dumped/not delivered as planned etc.)	(4 marks)	
6 d)	Hand out at local train station/arrange for leaflets to be handed to young commuters returning home from work — can be handed directly to target customers/less wastage.	1 mark for method 1 mark for more effective than door-to-door	
	Hand out in town centre/arrange for leaflets to be handed to target market — can see who is given leaflet/less wastage.	1 mark for more useful $(1+1+1) \times 2$	
	Hand out to cinema queue/wait outside cinema and give to people entering — cinema attracts target market for <i>Street Seen</i> .		
	Hand out in pubs/clubs — venue will have attracted target market — can be handed directly to target customers/less wastage.	(6 marks)	
7 a)	Breakfast time/before young people go to school/college — traditional time to listen to fun DJ's/music to discuss with friends at school/college.	1 mark for appropriate time 1 mark for reason	
	Drive time/7–9am/4–7pm/targeting people with high discretionary income/more likely to have jobs — peak time for radio listening by people going to/returning from work when target market are most likely to be listening.		
	Early evening — will create awareness of shop before young people go out.	(2 marks)	

Question	Expected answer	Mark allocation	
7 b)	Coverage	1 mark for basic definition	
	% of population that are likely to hear advertisement — used to measure extent/reach of an advertising campaign.	1 mark for explanation of difference	
	Geographic reach of campaign — share of target market reached.	$(1+1) \times 2$	
	<u>Frequency</u>		
	How often/how many times an advertising spot will be broadcast — used as a measure of the cost efficiency/success of buying as many spots as possible for given budget.	(4 marks)	
7 c)	Answers could take the form of the following:	1 mark for usefulness	
	commercial radio will reach local market —	(maximum 2)	
	but many listeners may be outside of the catchment area for shop — could be cost effective as once advertisement has been created can be used over and over again — initial cost of production could be too high, if a quality advertisement is to be created, otherwise image could be compromised.	1 mark for link to cost effectiveness (maximum 2 marks)	
	(Answer should contain reference to possibly being 'not useful' to gain full marks.)	(4 marks)	
7 d)	Identify ethical issue/problem.	1 mark for each step in process	
	Note what was broadcast.		
	Note when it was broadcast.		
	Contact Ofcom.		
	Follow-up referral to radio group within Ofcom.		
	Make complaint.	(3 marks)	
8 a)	To sell more product.	1 mark for business objective	
	To attract people to join.		
	To make more money.		
	To communicate message.		
	To reinforce brand.	(1 mark)	
8 b)	Text advertisement.	1 mark for example of new media	
	Banner on website.		
	Pop-up on web.		
	Flash on web.	(1 mark)	

Question	Expected answer	Mark allocation	
8 c)	 To create awareness of product — new media more likely to be seen by target market than traditional media. To communicate message to a section of the 	1 mark for basic reason 1 mark for explanation	
	target market that is difficult to reach by traditional media.		
	New media more likely to be seen by young males.	(2 marks)	
8 d)	Brief	1 mark for each production	
	• Copy	requirement	
	• Images		
	Technical expertise/ICT skills		
	Suitable software/Dreamweaver		
	Access to internet		
	• ISP		
	Sufficient web space		
	Production time.	(4 marks)	
8 e)	Costly to produce — less money available for	1 mark for constraint	
	press/other media.	1 mark for how constraint	
	Needed ICT expert to produce — needed to buy-in skills.	affected campaign	
	Required xxmb of web space — took up webspace that could have been used for email ordering.	(2 marks)	
9 a)	To promote the product/brand.	1 mark for each reason	
	To sell more product.		
	To create a new image for the product/advertiser.		
	To attract customers.		
	To entertain the audience and at the same time create a positive memorable association with the product/advertiser.	(2 marks)	
9 b)	Cost — need to use expensive equipment/crew to produce advertisement.	1 mark for constraint	
	Needs to be made on film rather than video to obtain sufficient quality — this is an expensive process.	1 mark for explanation	
	Needs specialist equipment/cinema projectors to show the advertisement — in cinemas/venues with the right equipment.	(2 marks)	

Question	Expected answer	Mark allocation	
9 c)	Watch and listen to audience whilst advertisement is being shown — gauge reaction — lots of talking could suggest they do not like ad/advertisement is not sufficiently attractive — quiet engaged audience/positive reaction suggests that advertisement has worked.	1 mark for each step in process of investigating audience opinion	
	Conduct audience research — interview audience to measure awareness of produce before they go into cinema — interview again after they have come out of cinema — measure difference in awareness between two interviews.	(4 marks)	
9 d)	It is on a much bigger screen/bigger scale — this means that it will make more of an impact on the audience.	1 mark for difference	
	Likely to be longer in time than TV advertisement — more time to communicate.	1 mark for explanation of difference	
	May contain images that would not be acceptable on TV — can communicate a different message to the audience.	(2 marks)	
10 a)	Advertiser has name shown at start and finish of TV show — name is also shown and during ad breaks.	1 mark for form of sponsorship	
	Sponsor pays for all the sports kits of local football/netball team — name is displayed to the audience during matches.	1 mark for description	
	BT sponsor Glastonbury music festival — they run all the mobile telecoms facilities and have their name all the poster sites.	(2 marks)	
10 b)	Sponsor benefits from positive associations with TV show — not perceived by audience as explicit advertising/commercialism.	1 mark for benefit	
	Sponsor get free tickets to each game — can be used for entertaining customers/incentivising staff.	1 mark for benefit compared with other media	
	Sponsor get opportunity to get involved in a unique event with a captive audience of young people who can be signed-up to BT — much more highly targeted than other media.	(2 marks)	

Question	Expected answer	Mark allocation	
10 c)	Some people may not like the association.	1 mark for each negative effect	
	May repel as many people as are attracted.		
	May not be perceived as relevant/may be perceived as irrelevant.		
	Organisation/person being sponsored may have problems which are then linked with sponsor eg Michael Jackson and Pepsi.		
	Audience recognises organisation/person being sponsored but misses the sponsor themselves.	(2 marks)	
10 d)	Measure sales — compare sales before sponsorship started with sales during/after sponsorship.	1 mark for basic method	
	Measure change in awareness — measure awareness before sponsorship/compare with awareness after sponsorship.	1 mark for explanation (2 marks)	
	Conduct research — pre and post sponsorship.		

Content area distribution

Question	Content area			
	6.1	6.2	6.3	6.4
1	4			
2	6			
3 a)		2		
3 b)		2		
3 c)		2		
4 a)			2	
4 b)			2	
5 a)	2			
5 b)	4			
5 c)	4			
6 a)		3		
6 b)				4
6 c)		4		
6 d)		6		
7 a)		2		
7 b)		4		
7 c)		4		
7 d)			3	
8 a)				1
8 b)		1		
8 c)				2
8 d)		4		
8 e)			2	
9 a)				2
9 b)		2		
9 c)				4
9 d)		2		
10 a)	2			
10 b)				2
10 c)				4
10 d)				2
Total	22	38	9	21

Question		1: Ba			2: B			3: Ba			4: Ba		
	1	2	3	1	2	3	1	2	3	1	2	3	
1	2	2		1			_						4
2	2	2	2										6
3 a)	1	1											2
3 b)	-	1	1										2
3 c)			_	2									2
4 a)	2												2
4 b)				2									2
5 a)	1	1											2
5 b)	1	1	2										4
5 c)				2	2								4
6 a)	3												3
6 b)				4									4
6 c)	2	2											4
6 d)				1	1	2	2						6
7 a)						1	1						2
7 b)					2	2							4
7 c)							2	2					4
7 d)								3					3
8 a)	1												1
8 b)				1									1
8 c)	1	1											2
8 d)	2	1	1										4
8 e)										2			2
9 a)				2									2
9 b)					2								2
9 c)							2	2					4
9 d)						2							2
10 a)				2									2
10 b)										1	1		2
10 c)										2	1	1	4
10 d)								1	1				2
Actual	18	12	6	16	7	7	7	9	0	5	2	1	90
		36	T		30	1		16	1		8	1	90
Target	18	12	6	16	8	7	6	5	3	5	2	2	
		36			31			14			9		90

The overall target for each Assessment Objective is based on 40%, 35%, 15% and 10% as agreed, reduced *pro rata* to 90 marks.

Mark Scheme

Edexcel Advanced Subsidiary GCE in Applied Business (Single Award)

Edexcel Advanced Subsidiary GCE in Applied Business (Double Award)

Edexcel GCE in Applied Business (Single Award)

Edexcel GCE in Applied Business (Double Award)

Unit 8

Business Development

external assessment	25%	30%	20%	25%	
	KSU	A KSU	R&A	Е	
Assessment objectives	AO1	AO2	AO3	A04	Total
3.1 The Business Idea					
range of possible ideas	3	6			9
our legal and taxation status			3		3
ikely competitors/customers for the			3	4	7
product or service					
romotional strategies	2	4	3		9
3.2 Production Process/Quality					
Quantity produced or service		3			3
offered, process and timing					
Physical resources required	2	2			4
luman resources required	3	2			5
low quality can be assured and ontrolled			2		2
3.3 Financial Resources					
ources of finance	3	2	2		7
tart-up budget and working capital equirements	3				3
		2	3	4	9
orecasts for cash flow and breakeven					

External assessment

Assessment objectives

Projected profit and loss account

Start-up and closing balance sheets

8.4 Feasibility and Evaluation

Evaluation of the business position at the year end

'What if' scenarios based on the information already there

A projected position for 3 years' time based on the scenario chosen

Alternative ideas if any of the above prove unsuitable

Totals

25%	30%	20%	25%	
KSU	A KSU	R & A	Е	
AO1	AO2	AO3	AO4	Total
2	2			4
2	2			4
		2	5	7
			5	5
			Ŭ	
			5	5
2	2			4
21	27	18	23	90

Rationale

AO1 — show correct format

AO2 — correct transfer with adjustments from cash flow statement

AO1 — show correct format

AO2 — correct transfer with adjustments from cash flow statement

Rationale

AO3 — define SWOT and PEST analysis

AO4 — apply SWOT and PEST and relevant financial ratios

AO4 — factor in changes to market/interest rates/fixed costs/capital individually or combined

AO4 — show progression to full trading after 3 years with worst/best and expected positions

AO1 — further development of original ideas 2 and 3

AO2 — explanation as to how these ideas might work

Alternative presentation of assessment criteria

	Mark Band 1	Mark Band 2	Mark Band 3	Mark awarded
a AO1, AO2, AO3, AO4	Potential business idea selected, giving basic reasons for choice and viability and outlining marketing/promotional strategies and identifying competitor information.	Sound information on business idea supported by evidence of viability and detailed strategies with some justification of proposal. Sound information on competitors.	Comprehensive and original ideas with fully supported and justified evidence and proposals. Comprehensive and original information on competitors.	
	(1-14)	(15-22)	(23-28)	28
b AO1, AO2, AO3	Resource requirements and quality issues dealt with at basic level.	Resources and quality issues soundly presented, with relevant examples and good application.	Resources and quality issues comprehensively presented with fully supported detailed evidence.	
	(1-7)	(8-11)	(12-14)	14
C AO1, AO2, AO3, AO4	Produce a finance plan providing the basic information required for sources, budgets, cashflow, breakeven and accounts.	Detailed finance plan covering all required aspects showing independence of thought and clear understanding.	Comprehensive, professionally presented finance plan with accurate application and analysis of forecasts showing originality, independence of thought and clear understanding.	
	(1-13)	(14-20)	(21-27)	27
d AO1, AO2, AO3, AO4	Provide a simple evaluation of the business position at year-end and projected for three years hence.	Sound analysis and evaluation of present and projected position showing independence of thought.	Comprehensive analysis and evaluation of present and projected position with detailed and original recommendations and justified conclusions.	
	(1-10)	(11-16)	(17-21)	21
			Total marks	90

Mark Scheme

Edexcel Advanced Subsidiary GCE in Applied Business (Single Award)

Edexcel Advanced Subsidiary GCE in Applied Business (Double Award)

Edexcel GCE in Applied Business (Single Award)

Edexcel GCE in Applied Business (Double Award)

Unit 10

Marketing Decisions

Applied Business Unit 10: Marketing Decisions: Mark Scheme

Question	Expected answer	Mark allocation
1 a)	StrengthWell-known product.	1 mark for each example (maximum 2 marks for each
	 Produces high % of income for <i>Great Walls Ltd</i>. 	heading)
	• Produces high % profit for <i>Great Walls Ltd.</i> .	
	Widely available.	
	• Has been around for 20 years.	
	Weakness	
	• Business overly reliant on continued generation of high % income.	
	• Business overly reliant on continued generation of high % profit.	
	• Lack of recent investment.	
	• Uncompetitive on-shelf retail price.	
	<u>Opportunity</u>	
	• To support/protect Wallfiller.	
	• To introduce a ready mixed version.	
	<u>Threats</u>	
	• Redifill.	
	• Own brand fillers.	
	• Sales decline.	
	• Profitability decline.	
	• Loss of market share.	(8 marks)
1 b)	Weakness is based on internal features — threat	1 mark for aspect of a weakness
	is based on external factors.	1 mark for aspect of a threat
	 Weakness is something that you can address/affect directly/do something about — a 	
	threat is beyond your direct control.	(2 marks)
1 c)	Ready mixed — easier and cleaner for	1 mark for USP for Redifill
	consumers to use — no other product like this on the market.	1 mark for stating why it is USP
	• It's in a tub — modern form of packaging —	1 mark for application to Redifill
	gives them a modern image compared to other products.	(3 marks)

Question	Expec	ted answer	Mark allocation
2	High 10%	Problem Child	Star
	Market Growth	Dog Low 0% Market Si	Cash Cow The High 100%
2 a) (i)	and Figure 1 shows that	ow' nigh/70% market share — t market between 200 and naving grown steadily since	1 mark for correct location of W 1 mark for justification
2 a) (ii)	1995. Redifill starting point S		(2 marks) 1 mark for correct location of S
2 a) (II)	Redifill finishing positi	-	1 mark for correct location of F
	for overall filler market (F2) refers to growing I		1 mark for justification
2 b) (i)	More advertising — share/stimulate mare	- try to raise brand	1 mark for change (maximum 2 marks)
	New packaging — interest/trial/usage.	to generate	1 mark for explaining what change is likely to achieve (maximum 2 marks)
	Will need to open u	up new markets/move into pand usage into different	(4 marks)

Question	Expected answer	Mark allocation
2 b) (ii)	Will be very difficult because Wallfiller has been used for 20 years for just one task in one market — very hard to change consumer usage/perception of use.	1 mark for stating why very difficult 1 mark for explaining why
	• Will be very expensive to grow market as it is based on consumer need/usage — impossible for Wallfiller to create more cracks in walls.	(2 marks)
2 c)	• Looks at the market as a whole and competitive	1 mark for advantage
	product positions can be assessed — whereas PLC just concentrates on one product.	1 mark for comparison
		(2 marks)
3 a)	• Dominated by one product/Wallfiller.	1 mark for elements of description
	• Not much competition/only <i>Wallfiller</i> and own brand.	of marketing environment
	• Consumers being exploited by relatively high priced products due to lack of competition.	
	• Products widely available in retail outlets.	
	• Little marketing support until introduction of <i>Redifill</i> .	
	• <i>Great Walls Ltd.</i> content to milk the market and have not invested in recent years.	(4 marks)
3 b)	• Will need a suitable product — need to source product or develop own product.	1 mark for implication (maximum 2 marks)
	 Need NPD programme — to develop a competitive product based on marketing specification. 	or 1 mark for implication + 1 mark for explanation
	 Could affect sales/market position of Wallfiller — will need to support brand with marketing activity to protect market share/position. 	(4 marks)

Question	Expected answer	Mark allocation
3 c)	Redifill only on market for 4 months and already taking market share from Wallfiller.	1 mark for reason
	Redifill being advertised on TV/television advertising known to have an immediate and dramatic effect on sales of product being advertised/conversely will depress sales of similar products that are not advertised/can have a halo effect on main brand.	
	Retailers will see an immediate effect on their sales of Redifill/will very quickly expect Great Walls Ltd to respond.	(1 mark)
4 a)	Tactical — as this would need re-evaluating quickly — as currently the product is the main revenue earner and to cut margin would impact on retailers/lose good will/lose shelf space/reduce income to company.	1 mark for correct strategy 1 mark for reason 1 mark for justification
	Not strategic — as this is a short-term initiative — strategic decisions planned to take place over time.	(3 marks)
4 b)	 Positive price cuts generate sales generate sales volume customers are kept happy as price is reduced stimulates the market by encouraging competition could see it as a way of putting pressure on GW to improve their own margin. Negative it could cut their profit margins discount will have to come from somewhere manufacturer will try to cut price to protect their own product/not in interests of retailers to cut price product is established, needs little support/costs little to sell currently they are stelling reasonable volume with good margin. 	1 mark for each distinct point of evaluation, based on validity of method of obtaining marketing information. Evaluation should be from both points of view Positive (maximum 3 marks) Negative (maximum 3 marks)
4 c) (i)	 Short term problems Lower revenue. Retailer problems. Redifill could also cut price. 	1 mark for short term problem (maximum 2 marks) or 1 mark for basic problem 1 mark for development
		(2 marks)

Question	Expected answer	Mark allocation
4 c) (ii)	 Long term problems Will not be able to return to higher price. Consumer perception could be affected. The prime positioning that Wallfiller has could be under threat due to price cuts. 	1 mark for long term problem (maximum 2 marks) or 1 mark for basic problem 1 mark for development (2 marks)
5 a)	 Researching the retailers To establish how the retailers view Redifill — GWL can make changes as required. Establish the terms and conditions offered by Redifill — GWL can make appropriate decisions and take action where required. Researching the consumers Identify market opinion and perception of the competition — this will help in terms of NPD and future of current product. 	1 mark for how researching retailers will help 1 mark for application to GWL (maximum 2 marks) 1 mark for how researching consumers will help 1 mark for application to GWL (maximum 2 marks)
	Will be able to identify strengths/weaknesses of Redifill — will help marketing planning.	(4 marks)
5 b)	Face-to-face intercept surveys — prepare questionnaire — wait outside/inside DIY stores — select people who have just bought Redifill — ask why/what they are expecting — because that have just made purchasing decision and must have a reason.	1 mark for selection of appropriate method 1 mark for aspects of method selected (maximum 4 marks)
	Hall tests — asks respondents to use products — compare products — question respondents after using products — record findings — because this is a practical test and will throw up any user benefits/problems with products.	1 mark for why appropriate (6 marks)
5 c)	 Interest/attitudes to repair products. Product performance. Customer brand perception. Why customers are buying Redifill. 	1 mark for kinds of information
	Why customers may not be buying Wallfiller.	(2 marks)

Question	Expected answer	Mark allocation
5 d)	Researchers measure deliveries, current stock, and sales trough a panel of stores — then extrapolate figures to indicate position across the entire marketplace — will show the 'real' positions/market share/rates of sale of Redifill compared to Wall filler — because the data is based on actual sales and deliveries rather than speculation or opinion like other research methods.	1 mark for stating what is a continuous retail audit 1 mark for explanation 1 mark for how continuous audit provides information (maximum 2 marks)
5 e)	Investigate trade press.	(4 marks) 1 mark for each way
3 6)	 Check published reports on the market. 	or 1 mark for way + 1 mark for explanation
		(2 marks)
6	Valid as they are primary data — honest/personal opinion from a key person in the industry — they are the personal opinion/based on actual sales data from a key	1 mark for stating how valid answers are 1 mark for why
	 Not valid as they are partial and biased — only represents the opinion of one organisation — also, the buyer will know the Sales Director well and may not want to offend so does not tell 	Max 2 marks for explanation
	the truth/SD may not like the answers and the conversation could become difficult.	(4 marks)
7 a)	Market or sector 'confectionery'/'white goods'. Name of new product 'White Maltesers'/'Ice Diamond'.	1 mark for including two to three pieces of market information
	Brand 'Maltesers'/'Hotpoint'.	1 mark for including four to six
	Type of product 'white chocolates with crisp, light, honeycomb centre'/'refrigerator'.	pieces of information
	Manufacturer of new product 'Masterfoods'/'Merloni Elettrodomestici'.	
	Target market 'children, aged 5-8'/'adults looking for novelty sweet for children'/'home owners, 18-45'.	(2 marks)
7 b)	White Maltesers	1 mark for new feature
	Packaging — it was printed red and white to show the white Maltesers as snowballs in a snow scene.	1 mark for new feature described
	Price — they were 5p more expensive than standard Maltesers.	$(1+1) \times 2$
	Ice Diamond	
	• Energy efficiency — new range claims to use less electricity than other brands.	
	Retro styling — designed to be different to other white goods.	(4 marks)

Question	Expected answer	Mark allocation
7 c)	 White Maltesers New product packed in small display boxes to fit on shop counters next to till. 	1 mark for area of marketing planning or decision making
	 Evaluation Creates impulse sales. Opportunity to deliver new packaging in addition to standard packaging. 	1 mark for positive features of evaluation (maximum 2 marks)
	 Looks different to standard packaging. Could become dates if still on sale out of snowy season. May stop sales of standard product. Likely to cost more as the packaging is different. 	1 mark for negative features of evaluation (maximum 2 marks)
	 Ice Diamond High cost of development/higher manufacturing cost. Evaluation. Attractive to 'green consumers'. Makes competition look irresponsible. Positive development in a relatively static market. Higher retail price. New technology could cause problems in long 	
8 (i)	 Campaign did appear to meet the needs of the organisation because market share increased from 6.2% to 8.9% — this conclusion is based on declared intention to increase market share which was well publicised in the trade press—the increase was confirmed by later press releases/reports in the trade press. Campaign did not meet needs of the organisation — they spent a reported £2million on television airtime — but the product failed to move out of the shops as witnessed by later price cuts to clear stocks. 	1 mark for justified conclusion 1 mark for how conclusion arrived at 1 mark for explanation (3 marks)

Question	Expected answer	Mark allocation
8 (ii)	Campaign appeared to meet the needs of customers as there is now a high market penetration for this product — commercial reports state that consumers like the product — I obtained copies of reports from an internet site.	1 mark for justified conclusion 1 mark for how conclusion arrived at 1 mark for explanation
	Campaign did not meet the needs of consumers as it is reported that there have been a lot of product returns — advertising built up high performance expectations — disappointment set in when performance turned out to be no better than existing similar products.	(3 marks)
9 (i)	 Resource based Not sufficient money. Not sufficient product. Legislation based Could not use actors in the commercial who appeared to be younger than 18 years old. Could not mention the reported health giving properties of the product. Regulation based Deemed to be an adult product could only show commercial after 9.00pm. 	1 mark for constraint on marketing campaign
	Had to modify claims in line with industry guidelines.	(1 mark)

Question	Expected answer	Mark allocation				
9 (ii)	 Resource based Not sufficient money — could only make commercial on video — with consequent lack 	1 mark for how constraint changed marketing campaign 1 mark for explanation				
	 of quality/production values. Not sufficient product — initial promotion cleared stock from stores — could not replenish stock so fined by retailers/lots of frustrated consumers. 					
	Legislation based					
	Could not use actors in the commercial who appeared to be younger than 18 years old — had to use older actors — not necessarily right to appeal to target market.					
	Could not mention the reported health giving properties of the product — USP's could not be stated explicitly — had to promote secondary benefits which are based on measurable facts.					
	Regulation based					
	Deemed to be an adult product could only show commercial after 9.00pm — showed commercial after 9.00 — not the best time as target market have already left home and will not be watching TV.					
	Had to modify claims in line with industry guidelines — this meant that product appeared to be similar to competitors — could not exploit unique features.	(2 marks)				

Question	Expected answer	Mark allocation				
9 (iii)	Resource based	1 mark for effect constraint had on outcome of marketing campaign				
	Not sufficient money — campaign/commercial did not impress customers/consumers — sales did not happen as expected.					
	Not sufficient product — could not meet anticipated sales targets — and lots of upset customers.	1 mark for explanation				
	<u>Legislation based</u>					
	Could not use actors in the commercial who appeared to be younger than 18 years old — did not create sufficient awareness amongst target market — did not meet sales or profit targets.					
	Could not mention the reported health giving properties of the product — product ignored by most consumers — only sold to consumers who had researched use of product themselves.					
	Regulation based					
	Deemed to be an adult product could only show commercial after 9.00pm — had to switch media from TV to posters — made a good impact but not as immediate as would have happened if TV advertising used.					
	Had to modify claims in line with industry guidelines — decided that PR would be a better way of promoting product — have yet to see if this is effective so generation of forecast sales/profits is delayed.	(2 marks)				

Content area distribution

Question	Content area								
	10.1	10.2	10.3	10.4					
1 a)	8								
1 b)	2								
1 c)		3							
2 a) (i)		2							
2 a) (ii)		3							
2 b) (i)		4							
2 b) (ii)		2							
2 c)		2							
3 a)	4								
3 b)	4								
3 c)	1								
4 a)		3							
4 b)		4							
4 c) (i)	2								
4 c) (ii)	2								
5 a)			4						
5 b)			6						
5 c)			3						
5 d)			4						
5 e)			2						
6			3						
7 a)				2					
7 b)				4					
7 c)				5					
8 (i)				3					
8 (ii)				3					
9 (i)				1					
9 (ii)				2					
9 (iii)				2					
Actual	23	23	22	22					
Target marks	22.5	22.5	22.5	22.5					

Question	AO1: Band equivalent		AO2: Band equivalent		AO3: Band equivalent			AO4: Band equivalent					
	1	2	3	1	2	3	1	2	3	1	2	3	
1 a)	4	4											8
1 b)			2										2
1 c)				2	1								3
2 a) (i)	1			1									2
2 a) (ii)	1			1	1								3
2 b) (i)				2	1	1							4
2 b) (ii)						2							2
2 c)	1	1											2
3 a)				2	2								4
3 b)				2	1	1							4
3 c)						1							1
4 a)	1	1	1										3
4 b)										2	2		4
4 c) (i)				1	1								2
4 c) (ii)				1	1								2
5 a)							2	2					4
5 b)							2	2	2				6
5 c)	2												2
5 d)							2	1	1				4
5 e)	2												2
6										2	2		4
7 a)	2												2
7 b)		2	2										4
7 c)				1						4			5
8 (i)										1	1	1	3
8 (ii)										1	1	1	3
9 (i)		1											1
9 (ii)			_	2							_		2
9 (iii)						2							2
Actual	14	9	5	15	8	7	6	5	3	10	6	2	90
		28			30			14			18		90
		27			31			14			18		90

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