

Mark Scheme (Results)

June 2013

GCE Applied Business (6916) Paper 01

Edexcel and BTEC Qualifications

Edexcel and BTEC qualifications come from Pearson, the world's leading learning company. We provide a wide range of qualifications including academic, vocational, occupational and specific programmes for employers. For further information, please visit our website at www.edexcel.com.

Our website subject pages hold useful resources, support material and live feeds from our subject advisors giving you access to a portal of information. If you have any subject specific questions about this specification that require the help of a subject specialist, you may find our Ask The Expert email service helpful.

www.edexcel.com/contactus

Pearson: helping people progress, everywhere

Our aim is to help everyone progress in their lives through education. We believe in every kind of learning, for all kinds of people, wherever they are in the world. We've been involved in education for over 150 years, and by working across 70 countries, in 100 languages, we have built an international reputation for our commitment to high standards and raising achievement through innovation in education. Find out more about how we can help you and your students at: www.pearson.com/uk

Summer 2013
Publications Code UA035313
All the material in this publication is copyright
© Pearson Education Ltd 2013

General Marking Guidance

- All candidates must receive the same treatment. Examiners must mark the first candidate in exactly the same way as they mark the last.
- Mark schemes should be applied positively. Candidates must be rewarded for what they have shown they can do rather than penalised for omissions.
- Examiners should mark according to the mark scheme not according to their perception of where the grade boundaries may lie.
- There is no ceiling on achievement. All marks on the mark scheme should be used appropriately.
- All the marks on the mark scheme are designed to be awarded. Examiners should always award full marks if deserved, i.e. if the answer matches the mark scheme. Examiners should also be prepared to award zero marks if the candidate's response is not worthy of credit according to the mark scheme.
- Where some judgement is required, mark schemes will provide the principles by which marks will be awarded and exemplification may be limited.
- When examiners are in doubt regarding the application of the mark scheme to a candidate's response, the team leader must be consulted.
- Crossed out work should be marked UNLESS the candidate has replaced it with an alternative response.
- Mark schemes will indicate within the table where, and which strands of QWC, are being assessed. The strands are as follows:
 - i) ensure that text is legible and that spelling, punctuation and grammar are accurate so that meaning is clear
 - ii) select and use a form and style of writing appropriate to purpose and to complex subject matter
 - iii) organise information clearly and coherently, using specialist vocabulary when appropriate.

Question Number	Exemplar Responses	Mark Allocation
1a)	To protect Della from unlimited liabilityTo appear to be bigger/more stable as a	1 mark for each reason
AO1	businessSo that she will be able to raise money more	(2 marks)
MB1 = 2	 easily So that she has other directors who can help/give advice Because banks tend to favour limited companies more when offering loans 	

Question Number	Exemplar Responses	Mark Allocation
1b) AO1 MB1 = 2 MB2 = 2	 Likely to become organised more formally – as the business will have more/new stakeholders - and Della may now have to produce information/reports for stakeholders – rather than just herself Likely to become more open with 	1 mark for likely changes (maximum 3 marks)
	 information – as there will be other directors involved – and they will need to be kept informed – rather than Della keeping all of the information herself Accounts will need to be more formal – and audited by a qualified accountant – as they must be presented to companies house – in a prescribed way 	1 mark for description that expands on given changes (maximum 3 marks)
		(4 marks)

Question Number	Exemplar Responses	Mark Allocation
1c) AO1	 Because they provide the business with income – this means that they are very important to the business – and as existing 	1 mark for reason
MB1 = 2	clients they will have a sales history – which Della can use as the basis for forecasting	(maximum 2 marks)
MB2 = 1 MB3 = 1	Because retaining clients is cheaper than trying to gain new clients – as they will not	+
	need to be attracted/advertised to – so Della can cut back on her marketing spend – and focus on customer service	1 mark for outlining reason (maximum 3 marks)
		(4 marks)

Question Number	Exemplar Responses	Mark Allocation
1d) AO1 MB1 = 2 MB2 = 2	 People registered with Della Street PAs will be like employees – and it is important that employees present a good image of the company – so that customers are impressed and will want to use their services again – and repeat business will help to make the business successful They will need to use their skills efficiently to impress the clients – this will give the clients a good impression of the business – which will make it more likely that they will employ the services of Della Street PAs in the future – and this kind of repeat business will help to make it more of a success 	1 mark for ways that registered people help make Della Street PAs successful (maximum 2 marks) + 1 mark for developing description (maximum 3 marks)
		(4 marks)

Question Number	Exemplar Responses	Mark Allocation
MB1 = 2 MB2 = 2 MB3 = 2	Name of Business: Darn Shirts Ltd Main Activities: manufacturing fashion shirts and blouses • Most of the employees at Darn Shirts are working on sewing machines – producing the shirts and blouses for customers – the supervisors make sure that each employee has plenty of work to do – and carry out	1 mark for description of employee role (maximum 2 marks) 1 mark for description of
	quality checks on the work – in general they have a good working relationship – as the supervisors want to keep the workforce happy so that production output is not affected	supervisor role (maximum 2 marks) 1 mark for points about the relationship
	Answers may focus on the way that supervisors communicate the needs/objectives/targets of senior management to the workforce/employees – which is good, and should be given marks. Do not award mark for 'supervisors supervise' or	between supervisors and employees. (maximum 4 marks)
	similar.	(6 marks)

Question Number	Exemplar Responses	Mark Allocation
1g)	Name of Business: McMullens Brewery Main Activities: bottling beer and running pubs	1 mark for stating a main
A02	 One of the main aims of this business is to maintain its market share – the pub 	aim
MB1 = 4	business is very competitive – what with low price drinks being sold in supermarkets	+
	 and McMullens needs to maintain its market share so that it can survive in the current economic climate 	1 mark for developing explanation of main aim (maximum 3 marks)
		(4 marks)

Questi		Indicative Content
Numbe	er	
2a)		When recruiting a new applicant Della will no doubt be presented with a lot of CVs. These will be in different formats and the applicants will list out all of their qualifications and work experience in an attempt to impress Della. CVs may be a good place to start when selecting the right applicant but they may not be strictly accurate or truthful as applicants are known to make their CVs look better than they really are. To overcome this problem, and to really see what skills the applicants have, Della will need to use different techniques. She could interview each applicant face-to-face and get them to talk about their skills. Having established this, Della could then ask each applicant to demonstrate the skills that they say they have. Perhaps a better way of assessing applicant's skills would be for Della to decide beforehand what skills she wants the new employee to have – to then decide the best way to test these skills. For example, she may decide that they new employee has keyboarding skills – to test this Della could ask each person to enter information onto a computer screen; she could then check what they have done for accuracy and check how long it took them to do the task. This is known as an aptitude test as it tests the skills of the person when carrying out a real task. She may need the new employee to have telephone skills for use when dealing with new customers. Della could set up a telephone interview and see how the applicant responds, how well the handle the call, whether they speak clearly and so on. Each applicant should be given the same test so that Della can make a direct comparison and so that there is no chance of bias or discrimination.
Level	Mark	Descriptor
	0	No rewardable material
Level 1	1 - 3	Candidate shows some knowledge and a basic understanding of ways of identifying skills as part of the employment process.
		The candidate uses everyday language and the response lacks clarity and organisation and is difficult to comprehend. Spelling, punctuation and the rules of grammar are used with little accuracy.
Level 2	4 – 6	The candidate applies their knowledge and understanding to show that they understand not only different ways that skills can be identified as part of the employment process, but can also apply their knowledge to link the different ways with the different skills that they identify. The candidate uses everyday language and the response lacks clarity and organisation and is difficult to comprehend. Spelling, punctuation and the rules of grammar are used with limited accuracy.

Level 3	7 – 9	The candidate starts to compare different techniques for identifying skills during the employment process, applies their knowledge to link the different ways with the different skills that they identify, and starts to make some objective comparison of the strengths and weaknesses of different techniques.
		The candidate uses some specialist terms and the response shows some focus and organisation. Spelling, punctuation and the rules of grammar are used with some accuracy
Level 4	10 - 12	The candidate has assessed the situation thoroughly, and in addition to describing and comparing different techniques, their strengths and weaknesses of different techniques, a fluent consideration of the effectiveness of different techniques for identifying skills is required for this level of answer. The candidate uses appropriate specialist terms and the response shows good focus and organisation. Spelling, punctuation and the rules of grammar are used with considerable accuracy.

Question Number	Exemplar Responses	Mark Allocation
2b) AO2	No marks for sex/gender discrimination as this is given in the question	1 mark for anti- discrimination legislation (maximum 2
MB1 = 2 MB2 = 2	Other anti-discrimination legislation could be:	marks) 1 x 2 (2 marks)
	 Answer could be in the form of: Anti-discrimination in terms of age/applicant cannot be turned down just because they are perceived to be 'too old' Anti-discrimination in terms of religion/even if you disagree with the religion of an applicant you cannot turn them down if they are suitable for the job in all other respects 	

Question	Evennlar Pesnenses	Mark
Question Number	Exemplar Responses	Allocation
_	Reasons could include: Short-term upsurge in work Because they do not want the costs involved with permanent employees Because they do not want to get involved with the paperwork of employing people on a permanent basis So that they can get rid of employees quickly/easily if there is a downturn in business To provide holiday cover To cover maternity/paternity leave Seasonal fluctuation To complete a rushed order/meet a deadline To cover short term sickness/absenteeism Answer could be in the form of: If an employee is off work for maternity leave – they will be returning at some point in the future – but their work will still need to be done – so a temporary employee could be taken on to do the work while they are away – this is so that the work of the person on leave will not pile up – and the business will be able to function as normal Seasonal business could be one reason – during summer they may need more employees because there are more customers about – rather than take on people a permanent employees and have to pay them during winter when there are fewer customers – they could find it better to take on temporary staff which can be let go easily – this will mean that customer service levels will not be affected – and that the business will be able to retain its core staff when the season ends	

Question Number	Exemplar Responses	Mark Allocation
2d)	Name of Business: HiFi Stores Ltd	1 mark for the
	Main Activities: retailing TVs and electrical	situation
AO1	equipment	
	 If one of the staff gets caught stealing – 	+
MB1 = 2	the manager will need to interview the	
MB2 = 1	person to find out what's going on – during	1 mark for
MB3 = 1	the interview a member of the Human Resources team will also be present – and they may need to give the employee a formal warning	points outlining the situation (maximum 3 marks)
	As well as disciplinary matters, answers could also be based on internal promotion, appraisal, selection for training, etc.	(4 marks)

Question Number	Exemplar Responses	Mark Allocation
2e)	Name of Business: Tesco	1 mark for
	Main Activities: food supermarket	areas of training
AO1	 If you are working in the warehouse at 	
	Tesco they train you on safe lifting	+
MB1 = 2	techniques – this is because most of your	
MB2 = 2	work will involve lifting and moving heavy	1 mark for
MB3 = 2	boxes – which could cause injury if they	points of
	are not lifted in the correct way - the	description
	training teaches you that you should use your legs for lifting – and not strain your back – this is designed to help keep the	(maximum 5 marks)
	workplace safe for employees	(6 marks)

Question Number	Exemplar Responses	Mark Allocation
3a)	Methods of retention could include:Motivation	1 mark for method that
A02	 Contract of employment Paying a wage that is higher than for similar 	could be used to retain
MB1 = 4	 jobs elsewhere Really good working conditions e.g. free refreshments/lunch etc. Additional fringe benefits/perks of the job Offer opportunities for development of skills e.g. training Offer opportunities for promotion/additional responsibilities within the business as it develops Scaled salary/bonus for staying with the business over time 	employee 1 mark for developing explanation of given method (maximum 3 marks) (4 marks)
	 Answer could be in the form of: To keep Tony, Della could make sure that the working conditions are better than he will find elsewhere – she could pay him a competitive salary – and on top of that she could make the working conditions really good by providing office equipment is modern and upto-date – as well as free teas and coffee 	

Question Number	Exemplar Responses	Mark Allocation
3b)	McGregor Theory Y:	1 mark for
	 Workers see work as a natural activity which 	feature/knowl
AO4	can be enjoyable.	edge of
	Working conditions will affect how workers	Theory Y
MB1 = 2	feel about their work so the right conditions	(maximum 2
MB2 = 1	need to be provided	` marks)
MB3 = 1	Workers can be committed and should be	,
	recognised and rewarded.	+
	Motivated workers will seek additional	
	responsibility and need less directing.	1 mark for
		applying
	Answer could be in the form of:	Theory Y to
	Because Della believes in Theory Y she will	people who
	see work as a natural activity which can be	work for
	enjoyable – as a result, she will try to make	Della
	sure that anyone who works for her will enjoy	(maximum 3
	what they do – she can start to do this by	` marks)
	carefully matching people on her database	,
	with the positions that occur – so that they	(4 marks)
	end up working somewhere/doing something	
	that they are good at and enjoy	

Questi	on	Indicative Content	
Numbe			
3c)		All businesses will be subjected to external issues from many different sources. The kind of external issues can be summed up by using the acronym STEEPLE as the basis for analysis, although there are other ways that external issues can be analysed. STEEPLE stands for Social, Technological, Economic, Environmental, Political, Legal and Ethical. To analyse external issues you take a look at each of the parts of STEEPLE and see how they each affect the business. For example, external Technological issues for Della Street PAs could be something like the speed of their broadband connection – is it too slow or could it be improved to help make the business more efficient? Other technical issues could relate to the requirement for external ICT support, communications such as mobile phones and other new technologies and how they will impact on the business, or what the business may need to do to keep up-to-date with developments in technology. Other parts of STEEPLE would be treated in this way for the analysis. Other external issues that could impact on this business include: Social – how the local employment levels affect the number of people applying for work with Della; Economic – whether her clients have enough money to spend on temporary and business support staff during the current economic climate; Environmental – pressure from clients to use recycled paper; Political – could be something like whether the local council will allow Della to put up a sign outside her office; Legal could involve changes in employment legislation that affect her ability to hire or fire people; and Ethical would be something like the code of conduct that all business agencies are expected to follow to uphold the standards of the industry trade association.	
Level	Mark	Descriptor	
Lovel	0 1 - 3	No rewardable material Candidate shows some knowledge and a basic understanding of	
Level	1 - 3	Candidate shows some knowledge and a basic understanding of external issues based on PEST, STEP, STEEPLE or similar	
		analysis techniques, and will list one or two basic external issues	
		in their answer which may or may not be relevant to this business.	
		The candidate uses everyday language and the response lacks clarity and organisation and is difficult to comprehend. Spelling, punctuation and the rules of grammar are used with little accuracy.	

Level 2	4 – 6	The candidate applies their knowledge and understanding to show that they understand how PEST, STEP, STEEPLE or similar analysis techniques are used to identify external issues, and will list some basic external issues in their answer that could apply to this business. The candidate uses everyday language and the response lacks clarity and organisation and is difficult to comprehend. Spelling, punctuation and the rules of grammar are used with limited accuracy.
Level 3	7 – 9	In addition showing knowledge and understanding of external issues, and listing and describing some relevant that would be relevant to this business, candidate starts to explain why they would have an impact on the business, how the business will be affected etc. The candidate uses some specialist terms and the response shows some focus and organisation. Spelling, punctuation and the rules of grammar are used with some accuracy
Level 4	10 - 12	The candidate has assessed the situation of external issues thoroughly, and can put forward a fluent discussion of which are directly relevant to this type of business, and in addition the candidate explains fluently how and why they would have an impact on this type of business. The candidate uses appropriate specialist terms and the response shows good focus and organisation. Spelling, punctuation and the rules of grammar are used with considerable accuracy.

Question Number	Exemplar Responses	Mark Allocation
3d)	Name of Business: Canterbury Cars	1 mark for
	Main Activities: VW main dealer	stating
AO2	 If you start as a sales trainee at Canterbury 	opportunities
	Cars you can work your way up to	for internal
MB1 = 2	becoming a sales manager – first you have	promotion
MB2 = 2	to have been working there for a year or so	(maximum 3
MB3 = 2	 and also have n=been trained in product 	marks)
	knowledge – as well as sales skills – there	
	is always a turnover of sales staff – so	+
	there will usually be a good opportunity for	
	promotion once you are trained	1 mark for
		points
		developing
		answer
		(maximum 5
		marks)
		(6 marks)

Question Number	Exemplar Responses	Mark Allocation
3e)	Name of Business: McDonalds Main Activities: selling burgers	1 mark for stating
A01	 Every employee at McDonalds will have a holiday entitlement as outlined in the 	employees' entitlement
MB1 = 2 MB2 = 2	contract of employment – this will means so many days each year – in addition they have the right to days off on Bank Holidays	(maximum 2 marks)
	such as the Spring Bank Holiday – these are statutory holidays although they could work and take other days off in lieu	1 mark for developing outline (maximum 3 marks)
		(4 marks)

Question	Content Area			
	1.1	1.2	1.3	1.4
1a)	2			
1b)	4			
1c)	4			
1d)	4			
1e)	6			
1f)	6			
1g)	4			
2a)		12		
2b)		2		
2c)		6		
2d)		4		
2e)		6		
3a)			4	
3b)			4	
3c)				12
3d)			6	
3e)			4	
Marks	30	30	18	12
Target Marks	30	30	18	12

Aims = general indication Objectives = defined/measurable

Further copies of this publication are available from Edexcel Publications, Adamsway, Mansfield, Notts, NG18 4FN

Telephone 01623 467467 Fax 01623 450481

Email <u>publication.orders@edexcel.com</u> Order Code UA035313 Summer 2013

For more information on Edexcel qualifications, please visit our website $\underline{www.edexcel.com}$

Pearson Education Limited. Registered company number 872828 with its registered office at Edinburgh Gate, Harlow, Essex CM20 2JE





