



## BUSINESS AND MANAGEMENT STANDARD LEVEL PAPER 1

Thursday 9 November 2006 (afternoon)

1 hour 30 minutes

## INSTRUCTIONS TO CANDIDATES

- Do not turn over this examination paper until instructed to do so.
- Read the case study carefully and then answer all the questions.

8806-5013 2 pages

1. (a) Identify **two** external sources of finance for *SunGen Ltd*.

[2 marks]

(b) Using the profitability, liquidity and efficiency ratios given in Appendix 3, discuss the changes in the financial performance of Electrical Solutions plc between 2003 and 2005.

[10 marks]

**2.** (a) The market for solar power equipment is a niche market *(line 77)*. Define the term *niche market*.

[2 marks]

(b) Produce a suitable marketing mix for free standing solar panels (Appendix 1). Discuss how each element of your marketing mix can support SunGen Ltd's objective to be seen as environmentally and socially responsible.

[12 marks]

**3.** (a) Identify **two** methods of recruitment available to *SunGen Ltd*.

[2 marks]

(b) Using appropriate motivational theory, evaluate how Greg and Catherine's suggestions (*lines 103-123*) could affect the workforce.

[12 marks]

**4.** (a) Produce a SWOT analysis to examine the current position of *SunGen Ltd*.

[8 marks]

(b) Select **four** weaknesses you have identified from the SWOT analysis produced in part (a) and evaluate a possible strategy to address each of the weaknesses selected.

[12 marks]