**Exam Style Question:**

**Organisation and Management**

**Question 1.**

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1. Define ‘hierarchical structure’.

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1. Identify the span of control for the:

Operations Director

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Finance Director

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ [2 marks]

1. Outline **two** functions of the Managing Director.

Function 1:

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Function 2:

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1. Explain **two** disadvantages to this business for having a tall organisational structure.

Disadvantage 1:

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Disadvantage 2:

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1. Do you think more delegation would be a good idea for this business? Justify your answer.

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**Question 2. Read the insert for this question**

Consider how the following **three** economies of scale might benefit Peter’s business. Which economy of scale is like to have the biggest effect on profits? Justify your answer.

Purchasing:

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Technical:

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Financial:

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Conclusion:

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