MACHAKOS UNIVERSITY COLLEGE

(A Constituent College of Kenyatta University)
University Examinations for 2015/2016 Academic Year

SCHOOL OF ENGINEERING AND TECHNOLOGY

DEPARTMENT OF ELECTRICAL AND ELECTRONICS ENGINEERING

FIRST SEMESTER EXAMINATION FOR DIPLOMA IN ELECTRICAL AND ELECTRONICS ENGINEERING

EED 305: INDUSTRIAL ORGANIZATION MANAGEMENT

DATE: 5/8/2016 **TIME: 8:30 – 10:30 AM**

INSTRUCTIONS

Answer Question One and Any Other Two Questions

<u>SECTION A – COMPULSORY QUESTION</u>

1. (a) State four functions of management at supervisory level. (4 marks)
   (b) Explain three contributions of scientific management to production efficiency in Industrial organization. (6 marks)
   (c) Define the following terms.
      i) Authority
      ii) Accountability (4 marks)
   (d) Explain two factors that influence the demand for labour (4 marks)
   (e) (i) Distinguish between executed and Executory consideration. (4 marks)
      (ii) Highlight three circumstances under which an offer can be terminated. (6 marks)
      (iii) State the meaning of "Breach of Contract" (2 marks)

SECTION B -ATTEMPT ANY TWO QUESTIONS

2. (a) (i) State three causes of inflation in a country.

(ii) Explain two fiscal measures applied by governments to control inflation.

(7 marks)

(b) State three functions of central Bank as a Banker of the government. (3 marks)

(c) (i) Define the term Human Wants

(ii) State four Characteristics of Human Wants (6 marks)

(d) State four advantages of decentralizing organizations. (4 marks)

3. (a) (i) Explain three principles of management. (6 marks)

(ii) State the six key activities of an industrial organization as perceived by Henry Fayol. (3 marks)

(b) Explain three factors that influence the demand of a commodity apart from its price. (6 marks)

(c) Outline five documents presented to the registrar of companies when registering a new company. (5 marks)

4. (a) State four functions of the International monetary fund. (4 marks)

(b) Explain three methods used by the central bank to control the national economy through monetary policy. (6 marks)

(c) Explain each of the following remedies entitled to aggrieved parties under the law of contract.

i) Damages

ii) Injunction (4 marks)

(d) Highlight four limitations of organizational charts. (4 marks)

(e) State two factors that influence the demand for capital (2 marks)

5. (a) State four functions of money in an Economy. (4 marks)

(b) Outline four reasons under which a director of a company can vacate office.

(4 marks)

(c) Describe the following styles of management.

i) Despot

ii) Laissez faire (6 marks)

(d) Define the following terms:

i) Scarcity

ii) Utility. (4 marks)

(e) State any two Vitiating factors in a contract. (2 marks)