1. When looking for strengths and weaknesses, top management is:

MULTIPLE CHOICE

	 a. assessing the external environment. b. analyzing the competition. c. evaluating the internal situation in order to define its distinctive competence. d. wasting its time since it has no control over these things.
2.	ANS: C PTS: 1 REF: pg. 55 NAT: AACSB Analytic AACSB Leadership Principles The primary responsibility of top management is to: a. perform the organization's SWOT analysis. b. determine goals, strategy, and design, in adaptation to environment. c. set a motivating culture for all employees. d. formalize and centralize the firm.
3.	ANS: B PTS: 1 REF: pg. 54 NAT: AACSB Analytic AACSB Leadership Principles The top management role in organization effectiveness involves examination of internal environment which includes: a. opportunities. b. weaknesses. c. uncertainty. d. resource availability.
4.	ANS: B PTS: 1 REF: pg. 55 NAT: AACSB Reflective Thinking AACSB Environmental Influence A(n) is a desired state of affairs that the organization attempts to reach. a. organizational goal b. marching goal c. operative goal d. resource-based goal
5.	ANS: A PTS: 1 REF: pg. 54 NAT: AACSB Reflective Thinking AACSB Creation of Value The leader of one religious denomination emphasizes converts to the denomination, whereas the previous leader felt converts should play a backseat role while they "paid their dues." This illustrates influence on the selection of effectiveness criteria. a. goal measurability b. top management c. environmental conditions d. that almost anything can have
6.	ANS: B PTS: 1 REF: pgs. 54-55 NAT: AACSB Analytic AACSB Leadership Principles The top management role in organization effectiveness involves examination of the external environment which includes: a. threats. b. mission. c. production technology. d. strengths.

7.	ANS: A PTS: 1 REF: pg. 55 NAT: AACSB Analytic AACSB Environmental Influence The top management role in organization effectiveness involves examination of the internal situation which includes: a. opportunities b. threats c. governmental resource accessibility d. leader style
8.	ANS: D PTS: 1 REF: pg. 54 NAT: AACSB Analytic AACSB Leadership Principles The choices top managers make about goals, strategies, and organizational design have a tremendous impact on organizational: a. profitability. b. efficiency. c. effectiveness. d. market share.
9.	ANS: C PTS: 1 REF: pg. 56 NAT: AACSB Analytic AACSB Strategy Mission is the same thing as: a. operative goals. b. decision guidelines. c. official goals. d. performance standards.
10.	ANS: C PTS: 1 REF: pg. 56 NAT: AACSB Reflective Thinking AACSB Motivation Concepts means that all the organization's energies and resources are directed toward a focused, unifying, and compelling overall goal. a. Strategic intent b. Resource-based approach c. Emergent goals d. Stakeholder approach
11.	ANS: A PTS: 1 REF: pg. 56 NAT: AACSB Analytic AACSB Strategy Which of the following describes the organization's shared values and beliefs and its reason for being? a. Strategic intent b. Mission c. Official goals d. Organizational goals
12.	ANS: B PTS: 1 REF: pg. 56 NAT: AACSB Analytic AACSB Motivation Concepts refers to what sets the organization apart from others and provides it with a distinctive edge for meeting customer or client needs in the marketplace. a. Organizational goals b. Strategic intent c. Mission d. Competitive advantage
	ANS: D PTS: 1 REF: pg. 57

	NAT: AACSB Analytic AACSB Strategy
13.	A company's is something the organization does especially well in comparison to its competitors. a. operative goal b. organizational goal c. core competence d. balanced scorecard
14.	ANS: C PTS: 1 REF: pg. 58 NAT: AACSB Analytic AACSB Creation of Value The goal of Short Stop Markets to capture 25% of the convenience market business in Arizona is an example of a(n) goal. a. official b. operative c. generic d. legitimacy
15.	ANS: B PTS: 1 REF: pgs. 58-59 NAT: AACSB Analytic AACSB Strategy Which of the following pertains to the acquisition of needed material and financial resources from the environment? a. Resource goals b. Profitability c. Market goals d. Productivity goals
16.	ANS: A PTS: 1 REF: pg. 59 NAT: AACSB Analytic AACSB Environmental Influence Which of the following reflects the overall performance of profit organizations? a. Efficiency b. Profitability c. Innovation goals d. Productivity
17.	ANS: B PTS: 1 REF: pg. 59 NAT: AACSB Reflective Thinking AACSB Creation of Value pertains to the training, promotion, safety, and growth of employees. a. Market share b. Innovation c. Productivity of the industry d. Employee development
18.	ANS: D PTS: 1 REF: pg. 60 NAT: AACSB Analytic AACSB Ethical Responsibilities pertain to internal flexibility and readiness to adapt to unexpected changes in the environment a. Market goals b. Profitability goals c. Innovation goals d. Productivity goals
19.	ANS: C PTS: 1 REF: pg. 60 NAT: AACSB Analytic AACSB Environmental Influence Successful organizations use a carefully balanced set of goals.

a. operating

	b. innovationc. visionaryd. generic
20.	ANS: A PTS: 1 REF: pg. 61 NAT: AACSB Reflective Thinking AACSB Strategy Official goals provide, while operative goals and strategies provide a. measurable objectives, legitimacy b. legitimacy, employee direction c. employee direction, decision guidelines d. decision guidelines, legitimacy
21.	ANS: B PTS: 1 REF: pg. 61 NAT: AACSB Analytic AACSB Strategy Models for formulating organizational strategies include: a. Perrow's typology and Porter's model. b. Daft's model and Pfeiffer's typology. c. Porter's model and Miles and Snow's typology. d. Bowerman's typology and Miles and Snow's model.
22.	ANS: C PTS: 1 REF: pg. 62 NAT: AACSB Analytic AACSB Strategy A plan for interacting with the competitive environment to achieve organizational goals is referred to as: a. strategy. b. design. c. culture. d. structure.
23.	ANS: A PTS: 1 REF: pg. 62 NAT: AACSB Reflective Thinking AACSB Strategy The differentiation strategy: a. was developed by Frederic Taylor. b. was popularized by Henri Fayol. c. is one of Michael Porter's competitive strategies. d. is K. D. Bowerman's "Strategy for Empowerment."
24.	ANS: C PTS: 1 REF: pg. 62 NAT: AACSB Analytic AACSB Strategy A strategy can reduce rivalry with competitors and fight off the threat of substitute products because customers are loyal to the company's brand. a. low-cost leadership b. focused c. defensive d. differentiation
25.	ANS: D PTS: 1 REF: pg. 62 NAT: AACSB Reflective Thinking AACSB Strategy Which of the following is true about Porter's competitive strategies? a. Differentiation strategies address whether the market scope is broad or narrow. b. Differentiation can be broken down into low cost or broad scope categories. c. An airline using the differentiation strategy would be likely to offer travelers refreshments at a reasonable price, rather than serve bounteous meals. d. Apple, Inc. is a company that has benefited from a differentiation strategy and never tried

26.	ANS: D PTS: 1 REF: pg. 62 NAT: AACSB Analytic AACSB Strategy The slogan, "We're a no-frills business! When we save, you save!" exemplifies the strategy of: a. low-cost leadership. b. differentiation. c. focus. d. legitimacy.
27.	ANS: A PTS: 1 REF: pgs. 64-66 NAT: AACSB Analytic AACSB Strategy A(n) strategy is concerned primarily with stability rather than taking risks or seeking new opportunities for innovation and growth. a. focused b. low-cost leadership c. differentiation d. intensive
28.	ANS: B PTS: 1 REF: pg. 64 NAT: AACSB Reflective Thinking AACSB Strategy In Miles and Snows's Strategy Typology, the prospector: a. attempts to maintain a stable business environment by finding a middle ground between stability and innovation. b. most closely resembles Porter's Low-Cost Leadership strategy. c. responds to environmental threats in an ad hoc fashion without revealing a clear strategy. d. seeks innovation or risk taking and is therefore best suited to the dynamic environment.
29.	ANS: D PTS: 1 REF: pg. 66 NAT: AACSB Analytic AACSB Strategy Miles and Snow's Strategy Typology is based on the notion that: a. strategy should correspond to technology. b. strategy should be congruent with external environment. c. strategy should be based on human resource capability. d. strategy should be a "fit" to economic resource base.
30.	ANS: B PTS: 1 REF: pg. 66 NAT: AACSB Reflective Thinking AACSB Environmental Influence The strategy is concerned with stability or retrenchment. a. defender b. prospector c. differentiation d. low-cost leadership
31.	ANS: A PTS: 1 REF: pg. 67 NAT: AACSB Analytic AACSB Strategy The strategy tries to maintain a stable business while innovating on the periphery. a. reactor b. prospector c. analyzer d. defender
32.	ANS: C PTS: 1 REF: pg. 67 NAT: AACSB Reflective Thinking AACSB Strategy Organization needs to support the firm's competitive approach.

to compete on price because it likes being perceived as an "elite" brand.

	c. informal communication channeld. environment for green movement
33.	ANS: B PTS: 1 REF: pg. 68 NAT: AACSB Reflective Thinking AACSB Strategy The extent to which goals are obtained is a traditional definition of the degree of in the organization. a. efficiency b. scientific management c. strategy d. effectiveness
34.	ANS: D PTS: 1 REF: pg. 71 NAT: AACSB Reflective Thinking AACSB Strategy Which of the following is true regarding the goal approach? a. Full assessment of effectiveness should consider several goals simultaneously because high achievement on one goal may mean low achievement on another. b. Priority setting requires that only one goal at a time can be achieved. c. There is no place for subjective assessment of goal achievement in organizations today. d. The most common goal stated by U.S. corporations today deals with management development.
35.	ANS: A PTS: 1 REF: pg. 75 NAT: AACSB Analytic AACSB Strategy Which approach measures progress toward attainment of those goals? a. The open systems approach b. The goal approach c. The internal process approach d. The human relations approach
36.	ANS: B PTS: 1 REF: pg. 73 NAT: AACSB Analytic AACSB Strategy The approach to organizational effectiveness is concerned with the output side and whether the organization achieves its goals in terms of desired levels of output. a. goal b. resource-based c. analytical d. internal process
37.	ANS: A PTS: 1 REF: pg. 73 NAT: AACSB Analytic AACSB Strategy When using the goal approach to effectiveness, it is best to use goals. a. operational b. official c. low-level d. non-measurable
38.	ANS: A PTS: 1 REF: pg. 73 NAT: AACSB Reflective Thinking AACSB Operations Management The resource-based approach emphasizes the: a. Input into an organization. b. Output of an organization.

a. financial standingsb. design characteristics

	c. Achievement of profitability.d. Amount of inventory left idle by the organization.
39.	ANS: A PTS: 1 REF: pg. 75 NAT: AACSB Reflective Thinking AACSB Operations Management Two comparably sized colleges are located in adjacent towns. The admissions counselors of College A have been telling prospective students that College A is better than College B because their latest freshman class has 150 more students than the freshman class at College B. The admissions counselors of College A are using the effectiveness approach. a. resource-based b. goal c. internal process d. competing values
40.	ANS: A PTS: 1 REF: pgs. 75-76 NAT: AACSB Analytic AACSB Strategy One strength of the internal process approach is the fact that it: a. Tells management how well the internal processes mesh with the external environment. b. Considers human resources and employee-oriented processes. c. Emphasizes inputs into the organization. d. Emphasizes outputs of the organization.
41.	ANS: B PTS: 1 REF: pgs. 76-77 NAT: AACSB Analytic AACSB HRM If one is measuring work climate, group loyalty, and worker-management communication as a measure of effectiveness, what approach is most likely being used: a. Internal process. b. Strategic human resources. c. Quality control. d. Stakeholder approach.
42.	ANS: A PTS: 1 REF: pgs. 76-77 NAT: AACSB Communication AACSB Strategy goals describe specific measurable outcomes and are often concerned with the short run. a. Employee development b. Market c. Operating d. Resource
43.	ANS: C PTS: 1 REF: pg. 59 NAT: AACSB Analytic AACSB Strategy goals relate to the market share or market standing desired by the organization. a. Employee development b. Market c. Productivity d. Innovation
44.	ANS: B PTS: 1 REF: pg. 60 NAT: AACSB Analytic AACSB Strategy The model tries to balance a concern with various parts of the organization rather than focusing on one part. a. internal process b. rational goal c. open systems

45.	ANS: D PTS: 1 REF: pg. 78 NAT: AACSB Analytic AACSB Strategy A combination of external focus and flexible structure leads to a(n) Management's primary goals are growth and resource acquisition. a. rational goal emphasis b. open systems emphasis c. internal process emphasis d. human relations emphasis
46.	ANS: B PTS: 1 REF: pg. 79 NAT: AACSB Analytic AACSB Strategy Jason is employed at XYZ Company. At XYZ Company, management's primary goals are productivity efficiency, and profit. What emphasis does XYZ Company utilize? a. The rational goal emphasis b. The open systems emphasis c. The internal process emphasis d. The human relations emphasis
47.	ANS: A PTS: 1 REF: pg. 79 NAT: AACSB Analytic AACSB Strategy The competing values model was originally developed by: a. Robert Quinn and John Rohrbaugh. b. Henry Ford and Frederick Taylor. c. Raymond Miles. d. Michael Porter.
48.	ANS: A PTS: 1 REF: pg. 79 NAT: AACSB Analytic AACSB Strategy The two value dimensions of the competing values model are: a. the internal environment of the organization and the external environment of the organization. b. low-cost leadership and differentiation. c. focus and structure. d. profitability and productivity.
	ANS: C PTS: 1 REF: pg. 79 NAT: AACSB Analytic AACSB Strategy
TRUI	E/FALSE
1.	
	ANS: F PTS: 1 REF: pg. 55
3.	NAT: AACSB Analytic AACSB Strategy Before the mission is defined and goals are set, top management should assess its strengths, weaknesses, opportunities, and threats.
	ANS: T PTS: 1 REF: pg. 55 NAT: AACSB Analytic AACSB Strategy
4.	

d. competing values

ANS: F PTS: 1 REF: pg. 55 NAT: AACSB Analytic AACSB Strategy
Strategic intent means that all the organization's energies and resources are directed toward a focused, unifying, and compelling overall goal.
ANS: T PTS: 1 REF: pg. 56 NAT: AACSB Analytic AACSB Strategy
Core competence refers to what sets the organization apart from others and provides it with a distinctive edge for meeting customer or client needs in the marketplace.
ANS: F PTS: 1 REF: pg. 58 NAT: AACSB Analytic AACSB Strategy
A company's core competence is something the organization does especially well in comparison to its competitors.
ANS: T PTS: 1 REF: pg. 58 NAT: AACSB Analytic AACSB Creation of Value
Organizational mission and operational goals are the same thing. ANS: F PTS: 1 REF: pg. 61
NAT: AACSB Reflective Thinking AACSB Strategy Operative goals refer to the formally stated definition of business scope and outcomes the organization
is trying to achieve. ANS: F PTS: 1 REF: pg. 56
NAT: AACSB Analytic AACSB Strategy
Growth and output volume are examples of overall performance goals. ANS: T PTS: 1 REF: pg. 59 NAT: AACSB Analytic AACSB Creation of Value
A productivity goal could be stated in terms of "cost for a unit of production," "units produced per employee," or "resource cost per employee."
ANS: T PTS: 1 REF: pg. 60 NAT: AACSB Analytic AACSB Strategy
Innovation and change goals are decreasingly important, even though they initially cause a large increase in profits.
ANS: F PTS: 1 REF: pg. 61 NAT: AACSB Analytic AACSB Strategy
The mission statement communicates legitimacy to stakeholders. ANS: T PTS: 1 REF: pg. 56
NAT: AACSB Analytic AACSB Strategy
A strategy is a plan for achievement of organizational goals.
ANS: T PTS: 1 REF: pg. 62 NAT: AACSB Analytic AACSB Strategy
Organizations using the differentiation strategy try to distinguish their products or services from others in the industry.
ANS: T PTS: 1 REF: pg. 62 NAT: AACSB Analytic AACSB Strategy
Differentiation is the strategy that is specifically designed to innovate, take risks, and above all, grow in its dynamic environment.
ANS: F PTS: 1 REF: pg. 66 NAT: AACSB Analytic AACSB Strategy
The low-cost leadership strategy is known for requiring skills based on strong marketing ability, creative flair, strong capability in basic research, and corporate reputation for technological leadership ANS: F PTS: 1 REF: pgs. 64-66 NAT: AACSB Analytic AACSB Strategy

	ANS: T PTS: 1		pg. 67
	NAT: AACSB Analytic AACSB Strategy		
19.	strategic fashion.		ds to environmental threats and opportunities in a
			pg. 67
	NAT: AACSB Analytic AACSB Strategy		
20.	Organizational goals represent the reason for achieve.	an or	ganization's existence and the outcomes it seeks to
	ANS: T PTS: 1		pg. 71
	NAT: AACSB Analytic AACSB Strategy		
21.	-	of a foo	otball team to be affected by goal measurability.
		REF:	pgs. 72-73
	NAT: AACSB Analytic AACSB Strategy		
22.	The internal process approach looks at the in	put sic	le of the transformation process.
	ANS: F PTS: 1	REF:	pg. 75
	NAT: AACSB Analytic AACSB Strategy		
23.	The internal process approach to effectiveness	ss utili	zes both cultural and economic measures.
	ANS: T PTS: 1	REF:	pgs. 76-77
	NAT: AACSB Diversity AACSB Strategy	7	
24.	The resource-based approach combines seve	ral ind	icators of effectiveness into a single framework,
	balancing traditional financial measures with	opera	tional measures relating to a company's critical
	success factors.		
	ANS: F PTS: 1	REF:	pgs. 75-76
	NAT: AACSB Analytic AACSB Strategy		
25.	All organizations exist for a purpose.		
	ANS: T PTS: 1	REF:	pg. 56
	NAT: AACSB Analytic AACSB Strategy		
26.			ocial services agencies or labor unions do not have tempt to specify the delivery of services to clients
		REF:	pg. 59
	NAT: AACSB Analytic AACSB Strategy		18
27.	Numerous studies have shown that specific h		pals can significantly decrease employee
	performance.	0 0	
	•	REF:	pg. 61
	NAT: AACSB Analytic AACSB Strategy		
28.		ut not	qualitative in nature.
	_		pg. 72
	NAT: AACSB Analytic AACSB Strategy		
29.		icienc	y and top-down control, whereas flexibility
	represents a value for learning and change.	•	, ,
	-	REF:	pg. 79
	NAT: AACSB Analytic AACSB Strategy		
30.	concepts of effectiveness into a single perspe	ective.	es two contributions. First, it integrates diverse Second, the model calls attention to how management values and shows how opposing
	ANS: T PTS: 1	REF:	pg. 81
	NAT: AACSB Analytic AACSB Strategy		

18. A defender strategy is concerned with internal efficiency and control to produce reliable, high-quality products for steady customers.

31.	The internal process emphasis represents management values of structural control and external focus. ANS: F PTS: 1 REF: pg. 79 NAT: AACSB Analytic AACSB Strategy
ESSA	Y
1.	You have just been hired by a large organization to serve as a first line supervisor, but because you are in an influential department, you have the opportunity to meet the top managers at a company party and to dialogue with the CEO on his responsibilities. Knowing the responsibilities and types of decisions made by top management as we studied them in organization theory, what would you discuss about the organization with the CEO? ANS: Answer not provided. PTS: 1 REF: pgs. 54-56 NAT: AACSB Analytic AACSB Leadership Principles
2.	Explain the role of top management and why it is important. ANS: Answer not provided.
3.	PTS: 1 REF: pgs. 54-56 NAT: AACSB Analytic AACSB Leadership Principles Explain strategic intent and the purpose of a mission in an organization.
	ANS: Answer not provided. PTS: 1 REF: pgs. 55-57 NAT: AACSB Analytic AACSB Strategy
4.	Name a company that you can imagine creating. List five operating goals that would be reasonable for your company to pursue. ANS: Answer not provided.
5.	PTS: 1 REF: pgs. 58-60 NAT: AACSB Reflective Thinking AACSB Strategy Contrast these types of organizational goals and give an example of each: official goals and operative goals. ANS: Answer not provided. PTS: 1 REF: pg. 61 NAT: AACSB Analytic AACSB Strategy
6.	What is the difference between a goal and a strategy? Give an illustration of each. ANS: Answer not provided. PTS: 1 REF: pg. 54 pg. 61 NAT: AACSB Reflective Thinking AACSB Strategy
7.	Apply Porter's model for formulating strategies to the following situation: Quebecor Printing is a Canadian-based commercial printing company that is expanding, acquiring ailing printing companies, and moving into international markets. They have completed more than 100 mergers and buyouts since 1972, and have focused on customized service by using "selective binding" to print, for example, two dozen versions of Reader's Digest for urban and regional markets. [<i>Hint:</i> Use the example given to explain the aspect of Porter's model that you choose to illustrate.] ANS: Answer not provided.
8.	PTS: 1 REF: pgs. 63-66 NAT: AACSB Analytic AACSB Strategy Compare and contrast Porter's Competitive Strategies against Miles and Snow's Strategy Typology. ANS: Answer not provided.
9.	PTS: 1 REF: pgs. 62-66 NAT: AACSB Reflective Thinking AACSB Strategy In an introductory management course, the professor was quoted as saying that "organizational effectiveness is simply the degree to which the organization achieves its pre-set goals." Is she correct?

ANS:

Answer not provided.

PTS: 1 REF: pgs. 71-72 NAT: AACSB Analytic | AACSB Strategy

10. What is the specific overlap between effectiveness and efficiency?

ANS:

Answer not provided.

PTS: 1 REF: pgs. 71-72

NAT: AACSB Reflective Thinking | AACSB Operations Management

11. You are talking at a social event with a top manager of another company, other than where you work, about their effectiveness. She says flippantly, "Effectiveness is not an issue for me, because effectiveness is however I define it." Evaluate her claim.

ANS:

Answer not provided.

PTS: 1 REF: pgs. 71-72

NAT: AACSB Analytic | AACSB Operations Management

12. When would you recommend that the resource-based approach be used to gauge organizational effectiveness?

ANS:

Answer not provided.

PTS: 1 REF: pgs. 75-76 NAT: AACSB Analytic | AACSB Strategy

13. Describe the internal process effectiveness measure of economic efficiency.

ANS:

Answer not provided.

PTS: 1 REF: pgs. 76-77

NAT: AACSB Reflective Thinking | AACSB Operations Management

14. The new general manager of a (Broadway style) theater in San Francisco wants to assess the theater's effectiveness as an organization. Although the theater has grown because of its stylish productions, management from a business perspective has been relatively absent. Based on our study in organization theory, how should this assessment of effectiveness be approached?

ANS:

Answer not provided.

PTS: 1 REF: pgs. 73-78 NAT: AACSB Analytic | AACSB Strategy

15. Assume that a non-profit organization is very successful at obtaining grants to support its activities. On the other hand, it is felt among employees that a hostile work environment (one type of sexual harassment) exists. You have heard that recipients of the organization's services run the range of satisfaction with services provided. If you came in as an outside evaluator to this situation, describe and defend the method would you use for assessing effectiveness.

ANS:

Answer not provided.

PTS: 1 REF: pgs. 73-78 NAT: AACSB Analytic | AACSB Strategy

16. Assume that in an area university, some people feel that athletics is overly emphasized, and others feel that it is under emphasized. How would you go about measuring the effectiveness of that university relative to its athletics program? Explain.

ANS:

Answer not provided.

PTS: 1 REF: pgs. 73-78 NAT: AACSB Analytic | AACSB Strategy

17. Briefly describe the competing values model of effectiveness. What assumption is this model based on?

ANS:

Answer not provided.

PTS: 1 REF: pg. 78 NAT: AACSB Analytic | AACSB Strategy

resource emphasis as they pertain to the competing values model. ANS: Answer not provided REF: pgs. 79-80 NAT: AACSB Analytic | AACSB Strategy PTS: 1 19. List the five indicators tracked with the goal approach. ANS: Answer not provided. PTS: 1 REF: pg. 74 NAT: AACSB Analytic | AACSB Strategy 20. Describe the four possible approaches to measuring effectiveness. ANS: Answer not provided. PTS: 1 REF: pg. 72 NAT: AACSB Analytic | AACSB Strategy 21. Briefly describe how to tell a bad strategy from a good one. ANS: Answer not provided. PTS: 1 REF: pg. 69 NAT: AACSB Analytic | AACSB Strategy 22. According to Richard Rumelt, what are the three elements of a good strategy? Briefly describe each of these elements. ANS:

NAT: AACSB Analytic | AACSB Strategy

Answer not provided.

REF: pg. 69

PTS: 1

18. Describe the open systems emphasis, rational goal emphasis, internal process emphasis, and the human