# THE CATHOLIC UNIVERSITY OF EASTERN AFRICA

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## MAIN EXAMINATION

## JANUARY - APRIL 2014 TRIMESTER

### FACULTY OF COMMERCE

# DEPARTMENT OF MARKETING AND MANAGEMENT

### REGULAR PROGRAMME

CMK 412: MARKETING CHANNELS

Date: APRIL 2014 Duration: 2 Hours
INSTRUCTIONS: Answer Question ONE and ANY OTHER TWO Questions

- Q1. a) Company operating in Kenya has developed a new consumer durable product and wants to launch it into the market. Explain some of the service outputs they would consider relevant for the customers. (8 marks)
  - b) Explain the steps involved in modifying channels for an organization's products. (6 marks)
  - c) Using examples, explain how proper management of power among channel participants can help an organization go gain distribution advantage over other companies. (6 marks)
  - d) Briefly describe some of the issues that are considered when developing price policies in a channel system. (6 marks)
  - e) Explain how the modern customer characteristics have contributed to changes in the design of marketing channels. (6 marks)

- Q2. "Channel management decisions and market coverage strategies determine the success of any marketing channel system". Using practical examples, explain this statement. (20 marks)
- Q3. A company from South Africa has launched a new line of children's clothes in Kenya. You have been hired as their channel manager. Make clear channel manager. Make clear channel design decisions for this company.

  (20 marks)
- Q4. Citing relevant examples from companies operating in Africa, explain how channel dynamics can be used to facilitate channel leadership, communication and cooperation. (20 marks)

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