

# THE CATHOLIC UNIVERSITY OF EASTERN AFRICA

A. M. E. C. E. A

MAIN EXAMINATION

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## MAY - AUGUST 2019 TRIMESTER

### FACULTY OF COMMERCE

#### DEPARTMENT OF ACCOUNTING AND FINANCE

#### **REGULAR PROGRAMME**

#### **CEN 613: E-COMMERCE AND ENTREPRENEURSHIP**

Date: JULY 2019	Duration: 3 Hours
INSTRUCTIONS: Answer All FIVE Questions	

- Q1. a) What is the e-commerce business model adopted by google.com. (4 marks)
  - b) Explain the business model(s) used and its/their suitability for the online business. (4 marks)
  - c) What are the challenges the online business is currently facing as per the case and what solutions are recommended/you can recommend?
    (6 marks)

(6 marks)

- d) Explain the value propositions used by the online firm and state how they contribute in customer retention. (8 marks)
- e) What management and technology factors play a role in Google's problems/challenges (8 marks)
- Q2. An e-commerce business model establishment requires an investment of a network infrastructure with functional web applications to operate the business.
  - a) Explain the benefits of networking in a functional intranet of an online business. (10 marks)
  - a) What are the factors for choosing an appropriate Internet service provider (ISP) for an enterprise? (10 marks)

Cuea/ACD/EXM/JULY 2019/Commerce Page 1

- Q3. An entrepreneur operating a business online is alleged to be in a better medium to run a successful business model than operating in a traditional 'brick and mortar ' building/ physical location.
   Discuss the justification of the above statement to convince entrepreneurs utilize the Internet medium. (20 marks)
- Q4. Building a successful interactive website for a business requires management participation so that the requirements are captured in line with the organization objective.
  - a) Explain the challenges most entrepreneurs experience that may lead to poor development of websites in Kenya. (8 marks)
  - a) Compare and contrast the options of developing a website within an organization with internal web designers/employees viz a vie outsourcing the development to a third party firm. (12 marks)
- Q5. Discuss the contribution of e-commerce technology on entrepreneurial innovation and growth in developing economies. (10 marks)