WOMEN'S UNIVERSITY IN AFRICA



Addressing gender disparity and fostering equity in University Education

FACULTY OF MANAGEMENT AND ENTREPRENEURIAL SCIENCES

BSc HONOURS DEGREE IN MANAGEMENT AND ENTREPRENEURIAL DEVELOPMENT STUDIES SPECIALISING IN MANAGEMENT & MARKETING

MAIN PAPER

BMM 321 : STAKEHOLDER MARKETING

INTAKE 23 : FOURTH YEAR SECOND SEMESTER

DATE :

TIME : 2 HOURS

INSTRUCTIONS TO CANDIDATE

Answer Question 1 and any other two

Question 1

Why Stakeholder Management is so important

In 1999 the UK passport Agency planned to introduce a new computerised processing system to replace an old system and provide more secure passports. They aimed to introduce the system in their Liverpool and Newport offices before the summer busy period. The timeline was tight and the Agency failed to provide enough time for staff to learn and adapt to the new system. The introduction of the system had to be postponed and the Agency was unable to cope with the demand for new passports. Failure to adequately assess the time needed to implement the system and lack of a contingency plan in the event of a problem were compounded by a further failure to adequately manage the Agencies most important stakeholders – the media and the general public. Thousands wait outside the Glasgow passport office. On 18 November 1998 the Agency, suspended the rollout of the computer system. In February 1999, applications began to increase and processing times rose. By March, the delays started to attract Parliamentary and media attention. The number of applications then rose steeply.

At this point the Agency should have been able to refer to its Stakeholder Communication Plan and put in measures to engage with the media and the public. Instead they withdrew some staff from the telephones and moved them to processing applications. According to the NAO report into the crisis (27 October 1999) at peak periods in Liverpool the telephone service was virtually shut down. At this point the Agency could have increased their channels of communication to engage with their key stakeholders see 52 ways to engage with stakeholders. Instead they altered their recorded message to advise callers to write to the Agency and provided a fax number. The number of written queries quickly exceeded the Agency's ability to cope.

Without adequate information the feeling of panic increased and applicants were forced to join queues of thousands outside the passport offices. The Agency responded by buying umbrellas and luncheon vouchers. By August 1999 compensation payments to the public totaled approximately £161,000 and were continuing to rise. The National Audit Office (NAO) estimated that the total cost to the Agency would be around £12.6 million. This estimate excluded £9 million in lost business borne by Siemens Business Services (another of

the passport agency's 'key player' stakeholders). When the NAO published their report the Agency were considering measures to cope with demand during busy periods including: expanding the telephone enquiry service; and improving the information it made available to the public through advertising and via the internet. Sounds like they started to write their Stakeholder Engagement Plan let us hope it got finished!

Required:

- a) With reference to the case, discuss the importance of Stakeholder management. [20]
- b) Use Mendelow's Power/ Interest model to assess the power of stakeholders in the case. [20]

Question 2

Examine the role of any five (5) Ps of Stakeholder Marketing mix variables.

[20]

Question 3

Critique the Morgan and Hunt stakeholder marketing model.

[20]

Question 4

Discuss the significance of Corporate Social responsibility in Stakeholder marketing. [20]

Question 5

Discuss the view that, "Stakeholders' importance in an Organisation varies and therefore there is need for preferential treatment." [20]

Question 6

Examine any five (5) strategies for dealing with pressure groups.

[20]

END