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PM501: CONSUMER BEHAVIOR

ESSAY (100 marks)

INSTRUCTION:

This section consists of FOUR (4) essay questions. Answer ALL questions.

QUESTION 1

a. State TWO (2) reasons why company needs to do segmentation.

[CLO 1:C1]

(2 marks)

b. Define the market segmentation.

[CLO 1:C1]

(3 marks)

- c. The first step in developing a segmentation strategy is to select the most appropriate bases on which to segment the market. Explain the following bases for segmentation:
 - i. Geographic segmentation
 - ii. Demographic segmentation
 - iii. Psychological segmentation
 - iv. Benefit segmentation

[CLO 1: C2]

(20 marks)

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EXAMINATION AND EVALUATION DIVISION DEPARTMENT OF POLYTECHNIC EDUCATION (MINISTRY OF HIGHER EDUCATION)

COMMERCE DEPARTMENT

FINAL EXAMINATION
JUNE 2012 SESSION

PM501: CONSUMER BEHAVIOR

DATE: 21 NOVEMBER 2012 (WEDNESDAY)
DURATION: 2 HOURS (11.15AM – 1.15PM)

This paper consists of **FIVE** (5) pages including the front page. (4 questions – answer all)

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(The CLO stated is for lectures reference only)

QUESTION 3

Dr. Abraham Maslow, a clinical psychologist formulated a widely accepted theory of human motivation based on the notion of a universal hierarchy of human needs. His theory identifies **FIVE** (5) basic levels of human needs, which are ranked in order from lower-level to higher level of needs.

a. Draw and label the Maslow's Hierarchy of Needs.

[CLO 2 : C1]

(5 marks)

b. Explain each level in the Maslow's Hierarchy of Needs with suitable example.

[CLO 2 : C2]

(20 marks)

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QUESTION 2

Company can generate profits by producing high-technology products. Usually the problem occurred is in increasing the consumer adoption rate to the products. Based on the statements:

a. Draw and label the consumer adoption process

[CLO 2 : C1]

(2 marks)

b. Define the adoption process.

[CLO 1 : C1]

(3 marks)

c. List FIVE (5) categories of adopters

[CLO 1:C1]

(5 marks)

d. Explain the FIVE (5) stages involved in the adoption process.

[CLO 1 : C2]

(15 marks)

QUESTION 4

Many of us have experienced bad situations where we feel being cheated or pressured by marketers through their marketing and promotion activities. As a consumer we can avoid or react to those situations if we are aware of our rights as a consumer.

Based on the above statement, you are required to:

a. Identify TWO (2) consumer organizations involved in consumer protection

[CLO 3:C1]

(2 marks)

b. Define consumerism.

[CLO 3 : C1]

(3 marks)

c. List FIVE (5) factors that influence consumerism development.

[CLO 3:C1]

(5 marks)

d. Explain any FIVE (5) consumer rights.

[CLO 3: C2]

(15 marks)