VPM's Programme: EPMBA (2017-2018) Batch: Sixth Third Semester Examination August 2017

Subject	SALES AND DISTRIBUTION MANAGEMENT		
Roll No.		Marks	60 Marks
Total No. of Questions	60	Duration	1 Hour
Total No. of pages		Date	

Put circle \bigcirc **on correct answer**

1. From the economic system's point of view, the role of marketing intermediaries is to transform.

a) assortments of products made by producers into the assortments wanted by consumers

- b) consumer needs and wants into product desires
- c) consumer needs into producer needs
- **d)** raw products into finished products
- A distribution channel moves goods and services from producers to consumers. It overcomes the major time, place, and ______ gaps that separate goods and services from those who would use them
 - a) Profit
 - b) Image
 - c) Possession
 - d) Psychological
- 3. ______ usually offer the firm more than it can achieve on its own, through their contacts, experience, specialization and scale of operation, .
 - a) Manufacturers
 - b) Intermediaries
 - c) Producers
 - d) Direct marketers
- 4. Type of sales person who work from their offices through internet or telephone are classified as
 - a) Channel intermediaries
 - b) Nominal sales force
 - c) Inside sales force
 - d) Outside sales force
- 5. What are the type of sales people who travel to call all customers in field is classified as
 - a. inside sales force
 - b. outside sales force
 - c. channel intermediaries
 - d. nominal sales force

- 6. Standard amount that must be sold by salesperson of company's total product is classified as
 - a) sales contest
 - b) expense quota
 - c) production quota
 - d) sales quota
- 7. What are the sales force structure in which salespeople are designated to sell company's product to certain industries or customers is classified as
 - a. customer sales force structure
 - b. product sales force structure
 - c. indirect sales force structure
 - d. territorial sales force structure
- 8. Third step in personal selling process after completion of pre-approach step is to
 - a) prospecting and qualifying
 - b) handling objections
 - c) approach
 - d) presentation and demonstration
- 9. Sales force structure in which a sales representatives works to sell specific items of product line is classified as
 - a) indirect sales force structure
 - b) territorial sales force structure
 - c) customer sales force structure
 - d) product sales force structure
- 10. Personal selling step in which sales person asks for an order to customer is classified as
 - a) shipper approach
 - b) handling shipment
 - c) **closing**
 - d) follow up
- 11. What is the Promotion technique for consumers according to which demonstrations and displays of products aremade at place of sale is called
 - a. point of purchase promotion
 - b. cents off deals
 - c. sales premium
 - d. advertising specialties
- 12. Distribution strategy in which company limits its outlets in different regions or buyer can buy in only company's territory is classified as
 - a) intensive territorial agreement
 - b) selective territorial agreement
 - c) inclusive territorial agreement
 - d) exclusive territorial agreement

- 13. Makers of televisions, cameras, tyres, furniture, and major appliances normally use which of the following distribution channel forms?
 - a. direct marketing channel
 - b. indirect marketing channel
 - c. horizontal channel
 - d. synthetic channel
- 14. To maximize the performance of their field sales forces, companies should
 - a. review staff expense accounts
 - b. retrain staff in sales techniques
 - c. develop a strong marketing plan
 - d. develop a strong advertising plan
- 15. The advantage of using a commission form of sales compensation?
 - a. The salesperson will be highly motivated.
 - b. The salesperson will regularly collect sales data.
 - c. Accounts will be serviced on a regular basis.
 - d. Accounts will be more productive.
- 16. What does Qualifying a prospect mean
 - a. identical with checking references for an applicant
 - b. determining which applicant to hire
 - c. conducting an exit interview
 - d. determining if a prospect is interested in a product
- 17. What is the method where Projection is made on the basis of past records called?
 - a. value analysis
 - b. sales forecasting
 - c. standard appraisal
 - d. sales MBO
- 18. What is matching the capabilities of the sales recruit to the needs of the organization is called as
 - a. congruence
 - b. realism
 - c. selection
 - d. socialization
- 19. Which of the following areas of training for sales managers is most frequently neglected
 - a. Forecasting and budgeting techniques
 - b. Accounting principles
 - c. Marketing principles
 - d. Management principles
- 20. Sales performance evaluations are necessary to
 - a. ensure management meets its goals
 - b. supplement and enhance training
 - c. provide feedback to salespeople
 - d. keep salespeople on their toes

- 21. Strategy of distribution in which seller limits its dealers to not to sell any competitors products is classified as
 - a) exclusive distribution
 - b) exclusive dealing
 - c) inclusive distribution
 - d) intensive distribution
- 22. System which calls for managing, motivating, selecting and evaluating performance of marketing channels over time is called
 - a) vertical management
 - b) horizontal management
 - c) marketing channel management
 - d) distribution management
- 23. Using manufacturer's representatives or sales branches is usually a characteristic of
 - which of the following channel forms?
 - a) business marketing channels
 - b) customer marketing channels
 - c) service marketing channels
 - d) direct marketing channels
- 24. Who of the following sells to the customers?
 - a) Semi wholesalers
 - b) Wholesalers
 - c) Retailer
 - d) Distributor
- 25. The benefits of marketing channels are.....
 - a) Cost saving
 - b) Time saving
 - c) Financial support given
 - d) All of the above
- 26. ______ is a layer of intermediaries that performs some work in bringing the product and its ownership closer to the buyer.
 - a) A direct marketing channel
 - b) An indirect marketing channel
 - c) A channel level

27.

d) A channel switching system

_____ is a marketing channel that has no intermediary levels.

- a) direct marketing channel
- b) indirect marketing channel
- c) forward channel
- d) hybrid channel

28. One of the following statements about the sales force in the 21st century is true?a) Sales managers will use a hands-off approach and let the professional salesperson be his or her own boss

b) Transactional exchanges no longer occur

c) Sales management must be smart and nimble and provide technology-centered solutions to support the sales effort

d) Salespeople make little use of the Internet because they realize the importance of the personal touch

- 29. Independent firms at different channel levels integrate their programs on a contractual basis to achieve systemic economies and increased market impact are known as.....
 - a) Corporate vertical marketing systems

b) Contractual vertical marketing systems

- c) Administered vertical
- d) None of the above
- 30. The difference between transactional selling and relationship selling is
 - a) In transaction, selling buyers must pay cash
 - b) In relationship selling, buyers and sellers must be related
 - c) In transaction selling, sellers provide greater service
 - d) In relationship selling, sellers work to provide value to their customers
- 31. The work of setting up objectives for selling activities, determining and scheduling the steps necessary to achieve these objectives is known as.....
 - a) Selling
 - b) Sales policy
 - c) Sales program
 - d) Sales planning
- 32. Which is not a strategic role of sales management?
 - a) Tracking
 - b) Delivery
 - c) Optimizes distribution
 - d) Reporting
- 33. A large marketing intermediary, but not as large as a sole selling agent in terms of size, resources and territory of operation is known as.....?
 - a) Semi-wholesalers
 - b) Direct marketing channel
 - c) Sole selling agent
 - d) Wholesaler
- 34. If there is a higher margin on one product category, the buyer should allocate more space
 - a. True
 - b. False
- 35. Space management planning is a merchandising support?

- a. **True**
- b. False
- c. None of the above
- 36. Carol is studying the potential for selling her company's products in China. As part of her analysis, she is assessing the number, types and availability of wholesalers and retailers. Carol is studying the country's ?
 - a) Natural conditions
 - b) Technological feasibility
 - c) Social and cultural norms
 - d) Distribution structure
- 37. Sarah and Steve are sales reps for a major pharmaceutical company in the same geographic area. Sarah calls on private practice physicians, while Steve calls on hospital groups. Their sales manager would likely have an ethical dilemma in the area of.
 - a) Determining compensation and incentives
 - b) Equal treatment in hiring and promotion
 - c) Respect for individuals in supervisory and training programs
 - d) Fairness in the design of sales territories
- 38. Which of the following is an example of the external natural environment for a manufacturer of metal lawn furniture?
 - a) A longer than usual distribution channel due to a rail strike
 - b) Consumer trend toward treating gardens like another room
 - c) The popularity of metal lawn furniture that looks vintage rather than newly bought
 - d) A flood at the manufacturer's main warehouse
- 39. Which of the following essential traits are needed for a successful sales person?
 - a. Passion
 - b. Endurance
 - c. Empathy
 - d. All of the above
- 40. Improved stock management reduces:
 - a) Excess stock situation
 - b) Out of stock situation
 - c) Both a & b
 - d) None of the above
- 41. The sources of customer expectations are market-controlled factors such as:
 - a) Word-of-mouth communication
 - b) What the competition is offering
 - c) The individual's innate needs
 - d) Sales promises
- 42. Which of the following is NOT an important issue confronting sales force managers in the 21st century?
 - a) Creating more nimble sales force organization
 - b) Building long-term relationships with customers

c) Gaining greater commitment from salespeople

d) Shifting sales management from coaching to commanding

- 43. Compared to transactional selling, relationship selling involves?
 - a) Adding value to the customer's business
 - b) Reducing the size of the sales force
 - c) Emphasizing price
 - d) All of the above
- 44. For today's salespeople, technology to help them do their jobs include?
 - a) The Internet
 - b) Efficient consumer response systems
 - c) Customer relationship management systems
 - d) Electronic data interchange
 - e) All of the above
- 45. Effective leadership of salespeople includes _____?
 - a) Communicating rather than controlling
 - b) Becoming a cheerleader instead of a supervisor
 - c) Empowering salespeople rather than directing them
 - d) Becoming a coach instead of a boss
 - e) All of the above

46. Sales management is a global endeavor because?

- a) Of the ability to communicate anywhere in the world
- b) Of significant growth opportunities abroad
- c) Customers are global
- d) Communication is opening new markets
- e) All of the above
- 47. Relationship selling recognizes?
 - a) Long-term business relationships require ethical standards
 - b) A sucker is born every minute
 - c) Word-of-mouth advertising is not important
 - d) Repeat purchases come from transactional relationships
- 48. The most effective way for management to influence the ethical performance of their salespeople is?
 - a) By creating legal questions
 - b) By redefining sales territories to prevent collusion
 - c) Formal strategic policy analysis
 - d) Through example
- 49. Harold is looking for new salespeople. In assessing what selling skills are needed, he recognizes?
 - a) Selling skills and requirements can vary greatly
 - b) Different buying processes require different skills
 - c) Different markets have different selling needs
 - d) Varying product complexity creates different selling skills
 - e) All of the above

- 50. Which of the following is NOT an example of an external economic environmental factor affecting sales management?
 - a) Gross domestic product
 - b) Competition
 - c) Consumer protection legislation
 - d) Distribution channels
 - e) Inflation
- 51. Truth-in-lending, fair packaging and labeling, and cooling-off laws are important parts of
 - the sales management ______ environment?
 - a) Economic
 - b) Natural
 - c) Legal and Political
 - d) Technological
 - e) Social and Cultural
- 52. For a salesperson, changing technology can?
 - a) Create legal questions
 - b) Improve communication
 - c) Redefine sales territories
 - d) Replace the use of samples
 - e) All of the above
- 53. To meet the demands of today's B2B selling environment, sales forces may bring which of the following to the pursuit?
 - a. Account manager
 - b. Technical specialist
 - c. Financial analyst
 - d. All of the above
- 54. Most sales jobs provide opportunities for a sense of accomplishment and personal

growth, _____ in sales careers?

- a) Autonomy
- b) Job variety
- c) Intrinsic rewards
- d) Favorable working conditions
- e) Opportunities to move up the organizational ladder
- 55. Which of the following is NOT one of the top ten success factors in selling?
 - a) Verbal communication skills
 - b) Analytical reasoning skills
 - c) Follow-up skills
 - d) Listening skills
 - e) Closing skills

- 56. The increasing involvement of salespeople in non-selling activities is one major reason why?
 - a) Prospecting has increased
 - b) Telemarketing is declining
 - c) Virtual office procedures have been implemented
 - d) College graduates are leaving selling
 - e) The average cost of a sales call has risen
- 57. The different types of sales positions?
 - a) Require different types of training
 - b) Provide different opportunities for satisfaction
 - c) Offer varying levels of compensation
 - d) Bring different levels and opportunities for managing customer relationships
 - e) All of the above
- 58. Missionary salespeople?
 - a. Take orders from existing customers
 - b. Persuade customers to buy from their distributors.
 - c. Provide technical expertise to current customers
 - d. Sell only at religious gatherings
 - e. Are visionary leaders within the sales organization
- 59. Danielle has identified a prospect. Next she will attempt to open a relationship with the prospect by?
 - a) Determining who will ultimately purchase the product
 - b) Determining who will likely have the authority to initiate a purchase process.
 - c) Determining who will likely have the greatest influence to initiate a purchase process
 - d) Generating sufficient interest in order to qualify the prospect
 - e) All of the above
- 60. Tanya is putting together a buying center team to consider alternative

telecommunications options for her company. Tanya's team is most likely involved in a?

- a. Straight rebuy
- b. New-task purchase
- c. Modified rebuy
- d. Slotting allowance decision
- e. Matrix organizational sale