2 Lecture - MGT211

Important Subjective

1. **What are organizational boundaries and why are they important for an organization's success?**
   Answer: Organizational boundaries refer to the limits and divisions that define an organization's structure and operations. They are important for an organization's success as they help to create a clear and efficient framework for decision-making and resource allocation.

2. **What is the difference between internal and external environments of an organization?**
   Answer: The internal environment of an organization includes factors such as organizational culture, structure, and resources, while the external environment includes factors such as competitors, customers, suppliers, and regulatory bodies.

3. **What are the factors that influence an organization's external environment?**
   Answer: The factors that influence an organization's external environment include economic conditions, technological advancements, legal and regulatory changes, social and cultural trends, and political factors.

4. **How can an organization adapt to changes in its external environment?**
   Answer: An organization can adapt to changes in its external environment by constantly monitoring and analyzing its surroundings, developing contingency plans, building strategic partnerships, and investing in new technologies.

5. **What is the role of regulatory bodies in an organization's external environment?**
   Answer: Regulatory bodies play a crucial role in an organization's external environment as they set standards and guidelines that organizations must comply with in order to operate legally and ethically.

6. **What is the importance of stakeholder analysis in managing an organization's external environment?**
   Answer: Stakeholder analysis helps an organization to identify the key groups or individuals that have an interest or influence in its operations, and to develop strategies for engaging with them effectively.

7. **How can an organization manage its relationships with suppliers and customers?**
   Answer: An organization can manage its relationships with suppliers and customers by establishing clear communication channels, setting expectations and standards, and developing mutually beneficial partnerships.

8. **What are the potential risks associated with operating in a highly competitive market?**
   Answer: The potential risks associated with operating in a highly competitive market include decreased profitability, reduced market share, and increased pressure to innovate and differentiate.

9. **How can an organization balance its social responsibility with its profitability goals?**
   Answer: An organization can balance its social responsibility with its profitability goals by adopting sustainable and ethical business practices, investing in social and environmental

initiatives, and engaging with stakeholders in a transparent and responsible manner.

10. **What are the benefits of creating a diverse and inclusive organizational culture?**
Answer: The benefits of creating a diverse and inclusive organizational culture include increased creativity and innovation, improved employee morale and retention, and enhanced brand reputation and customer loyalty.