

# 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.