



# **Higher Business Management**

Course code:	C810 76
Course assessment code:	X810 76
SCQF:	level 6 (24 SCQF credit points)
Valid from:	session 2018–19

This document provides detailed information about the course and course assessment to ensure consistent and transparent assessment year on year. It describes the structure of the course and the course assessment in terms of the skills, knowledge and understanding that are assessed.

This document is for teachers and lecturers and contains all the mandatory information you need to deliver the course.

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# **Contents**

Course overview	1
Course rationale	2
Purpose and aims	2
Who is this course for?	2
Course content	3
Skills, knowledge and understanding	3
Skills for learning, skills for life and skills for work	8
Course assessment	9
Course assessment structure: question paper	9
Course assessment structure: assignment	10
Grading	13
Equality and inclusion	14
Further information	15

## **Course overview**

The course consists of 24 SCQF credit points which includes time for preparation for course assessment. The notional length of time for candidates to complete the course is 160 hours.

The course assessment has two components.

Component	Marks	Duration
Component 1: question paper	90	2 hours and 45 minutes
Component 2: assignment	30	8 hours — see 'Course assessment' section

Recommended entry	Progression
Entry to this course is at the discretion of the centre.	<ul> <li>Advanced Higher Business</li> <li>Management course</li> <li>other qualifications in business</li> </ul>
Candidates should have achieved the National 5 Business Management course or equivalent qualifications and/or experience prior to starting this course.	management or related areas  ◆ further study, employment and/or training

#### **Conditions of award**

The grade awarded is based on the total marks achieved across all course assessment components.

#### Course rationale

National Courses reflect Curriculum for Excellence values, purposes and principles. They offer flexibility, provide time for learning, focus on skills and applying learning, and provide scope for personalisation and choice.

Every course provides opportunities for candidates to develop breadth, challenge and application. The focus and balance of assessment is tailored to each subject area.

Business plays an important role in society, as it creates wealth, prosperity, jobs, and choices for consumers. It is therefore essential to have effective businesses and business managers to sustain this role.

This course helps candidates understand the dynamic, changing and competitive environment of industry and commerce, and the environments that organisations operate in. It develops skills in communicating and presenting business-related information to stakeholders of an organisation.

### Purpose and aims

The course highlights the different ways in which large organisations operate. Candidates learn to understand and make use of business information to interpret and report on overall business performance, in a range of contexts. Using current business theory and practice, the course reflects the integrated nature of large organisations, their functions and decision-making processes.

Candidates develop understanding of:

- the ways in which society relies on organisations and how external influences can affect them
- a range of methods that businesses and other organisations use to meet customer needs
- enterprising skills and attributes
- how to analyse and interpret business information and communicate it in a clear and concise way

### Who is this course for?

The course is suitable for candidates who are interested in entering the world of business, as a manager, employee or self-employed person, and exploring the activities of different types of business.

## Course content

The course consists of five areas of study:

#### **Understanding business**

Candidates develop their understanding of how large organisations in the private, public and third sectors operate, make decisions and pursue their strategic goals. They analyse the impact that internal and external environments have on an organisation's activity, and consider the implications of these factors.

#### Management of marketing

Candidates develop their understanding of the importance of effective marketing systems to large organisations. They learn about the relevant theories, concepts and procedures used by organisations to improve competitiveness and customer satisfaction.

#### **Management of operations**

Candidates develop their understanding of the importance of effective operations systems to large organisations. They learn about the relevant theories, concepts and procedures used by organisations to improve and/or maintain quality, and the importance of satisfying both internal and external customers' needs.

#### Management of people

Candidates develop their understanding of the issues that large organisations face when managing people. They learn about the relevant theories, concepts and procedures used by organisations when dealing with staff, including retention, training, leadership and motivation.

#### Management of finance

Candidates develop their understanding of the issues that large organisations face when managing finance. They learn about the relevant theories, concepts and procedures used by organisations in financial situations.

### Skills, knowledge and understanding

### Skills, knowledge and understanding for the course

The following provides a broad overview of the subject skills, knowledge and understanding developed in the course:

- applying knowledge and understanding of the impact of business activities on society, in contexts which have complex features
- applying the ideas of ethical and effective business decision making to solve strategic business-related problems
- communicating relatively complex business ideas and opinions from a range of information relating to the effects of opportunities and constraints on business activity, some of which may be unfamiliar
- understanding how entrepreneurial attributes can help business development and risk management

- analysing the effectiveness of a range of marketing activities and understanding how they can be used to enhance customer satisfaction
- analysing a range of activities which can be used during the production process to maximise the quality of goods/services
- understanding leadership styles and how they can be used to enhance the contribution of staff to business success
- analysing business financial data to draw conclusions and suggest solutions where appropriate
- analysing the use of existing and emerging technologies to improve business practice

## Skills, knowledge and understanding for the course assessment

The following provides details of skills, knowledge and understanding sampled in the course assessment:

Understanding business	
Role of business in society	◆ sectors of industry
Trois or business in easiery	sectors of the economy
Types of organisations	public sector organisations
, types of organisations	private limited companies
	public limited companies
	◆ franchising
	◆ multinationals
	third-sector organisations
Objectives	corporate social responsibility
	◆ growth
	◆ satisficing
	managerial objectives
Methods of growth	◆ organic
3	◆ horizontal
	vertical (forwards and backwards)
	♦ lateral
	◆ conglomerate
	diversification
External factors	◆ impact of PESTEC external factors, including
	economic and competition policy
Internal factors	corporate culture
	availability of finance
	◆ staffing
	◆ technology
Stakeholders	conflicts of interest and interdependence
Structures	<ul> <li>features, benefits and drawbacks of different organisational structures</li> </ul>
Decision making	◆ types of decisions
	quality decisions
	◆ SWOT analysis
	◆ role of a manager

Management of marketing		
Customers	market-led versus product-led	
	consumer behaviour	
Market research	<ul> <li>market research methods (including justification for use)</li> </ul>	
	◆ sampling	
Marketing mix	◆ product	
	◆ price	
	◆ place	
	◆ promotion	
	◆ people	
	◆ process	
	physical evidence	
Product	<ul> <li>product life cycle (including sales revenue and profitability at each stage)</li> </ul>	
	extension strategies	
	◆ product portfolio	
Price	pricing strategies	
Place	channels of distribution	
	role of wholesaler and retailer	
	◆ types of retailers	
Promotion	into and out of the pipeline	
	public relations	
People	people involved in delivering customer satisfaction	
	♦ levels of after-sales service	
Process	systems in place to ensure satisfactory delivery of the service to the customer	
Physical evidence	physical environment used to deliver a service	
Technology	role of technology in marketing	

Management of operations	
Inventory management	inventory management systems
	◆ storage, warehousing
	♦ logistics
Methods of production	capital- and labour-intensive production methods
Quality	quality management
	<ul> <li>quality standards and symbols</li> </ul>
	♦ benchmarking
	quality circles
	mystery shopping
Ethical and environmental	◆ fair trade
	environmental problems and solutions
	ethical issues
Technology	role of technology in operations

Management of people		
Workforce planning	<ul> <li>elements of workforce planning (including costs and benefits of recruitment and selection)</li> </ul>	
Training and development	staff development	
	◆ training schemes	
	♦ work-based qualifications	
	◆ appraisal	
Motivation and leadership	◆ theories of motivation	
	♦ leadership styles	
Employee relations	institutions involved	
	◆ processes	
Legislation	impact of current employment legislation	
Technology	role of technology in human resources	

Management of finance	
Sources of finance	appropriate for larger organisations
Cash budgeting	◆ analysis
	cash flow issues and solutions
	Note: preparation of cash budget not required
Financial Statements	<ul> <li>interpretation of Income Statements and Statements of Financial Position</li> </ul>
	Note: preparation of financial statements not required
Ratios	◆ profitability
	◆ liquidity
	◆ efficiency
	Note: calculation of ratios not required
Technology	role of technology in finance

Skills, knowledge and understanding included in the course are appropriate to the SCQF level of the course. The SCQF level descriptors give further information on characteristics and expected performance at each SCQF level, and can be found on the SCQF website.

## Skills for learning, skills for life and skills for work

This course helps candidates to develop broad, generic skills. These skills are based on <u>SQA's Skills Framework: Skills for Learning, Skills for Life and Skills for Work</u> and draw from the following main skills areas:

- 1 Literacy
- 1.2 Writing
- 2 Numeracy
- 2.3 Information handling
- 4 Employability, enterprise and citizenship
- 4.1 Employability
- 4.4 Enterprise
- 5 Thinking skills
- 5.3 Applying
- 5.4 Analysing and evaluating

You must build these skills into the course at an appropriate level, where there are suitable opportunities.

### Course assessment

Course assessment is based on the information provided in this document.

The course assessment meets the key purposes and aims of the course by addressing:

- breadth drawing on knowledge and skills from across the course
- challenge requiring greater depth or extension of knowledge and/or skills
- application requiring application of knowledge and/or skills in practical or theoretical contexts as appropriate

This enables candidates to:

- assess the impact of business activities on society in unfamiliar contexts
- make decisions by applying business concepts and ideas to resolve business-related issues
- research, interpret, analyse and evaluate relatively complex business information to draw valid conclusions and suggest solutions where appropriate
- communicate relatively complex business ideas and opinions from a wide range of sources

### Course assessment structure: question paper

### Question paper 90 marks

The question paper gives candidates the opportunity to demonstrate their ability to:

- apply and integrate knowledge and understanding of business concepts from all aspects of the course
- use data handling techniques to interpret and analyse business information
- draw valid conclusions and suggest resolutions to business-related issues

All questions are mandatory and sample from the 'Skills, knowledge and understanding for the course assessment' section of this document.

The question paper has a total mark allocation of 90 marks. This is 75% of the overall marks for the course assessment.

The question paper has two sections.

**Section 1** is worth 30 marks and contains one question. This is a multi-part question, with each part attracting a mark from a range of 1–8 marks. The question is based on stimulus material in the form of a case study and samples course content from any of the five areas of study. In general, it assesses decision making and the application of knowledge and understanding.

The stimulus material is based on a real organisation and can include text, financial information, graphs, diagrams and charts. The question generally relates to the stimulus, although some could be based on topics surrounding the stimulus material.

**Section 2** is worth 60 marks and contains four questions worth 15 marks each. These are multi-part questions, with each part attracting a mark from a range of 1–8 marks. This section samples course content from any of the five areas of study. In general, it assesses breadth of knowledge and understanding from across the course.

#### Setting, conducting and marking the question paper

The question paper is set and marked by SQA, and conducted in centres under conditions specified for external examinations by SQA.

Candidates have 2 hours and 45 minutes to complete the guestion paper.

Specimen question papers for Higher courses are published on SQA's website. These illustrate the standard, structure and requirements of the question papers candidates sit. The specimen papers also include marking instructions.

### Course assessment structure: assignment

Assignment 30 marks

The assignment gives candidates the opportunity to demonstrate their ability to:

- select an appropriate business and topic
- collect information/evidence relating to the context of the assignment, from a range of sources
- apply relevant business concepts and theories to the context of the assignment
- analyse and evaluate the business data/information
- solve problems by applying relatively complex business ideas and concepts relevant to the context of the assignment
- communicate valid, justified conclusions and/or recommendations
- produce a business report relating to the context of the assignment

Candidates research and analyse information, and produce a business report using given headings. The report is based on an analysis of the research findings and details appropriate conclusions and/or recommendations.

Candidates choose a topic to research. Teachers and lecturers may wish to encourage candidates to frame their report title as a question, for example:

Is the product portfolio of xxx effective?

Have the product extension strategies used by xxx been successful in maintaining/increasing its market share of yyy (a product)?

Have the quality measures used by xxx maintained/increased customer satisfaction?

An analysis of the extended marketing mix of xxx.

The assignment has a total mark allocation of 30 marks. This is 25% of the overall marks for the course assessment. Marks are awarded for:

<b>♦</b>	introduction	2 marks
•	research	4 marks
•	analysis and interpretation	13 marks
•	conclusions and recommendations	10 marks
<b>♦</b>	structure	1 mark

#### Setting, conducting and marking the assignment

The assignment is:

- set by SQA
- conducted in centres under some supervision and control
- submitted to SQA for external marking

All marking is quality assured by SQA.

#### **Assessment conditions**

#### Time

The assignment is designed to be completed over a notional period of 8 hours. This includes time for research and producing the final business report. Candidates can complete their research and write-up simultaneously.

Candidates who choose to carry out field research may need more than the notional 8 hours to complete their research.

Assessment should start at an appropriate point, normally once most of the content has been delivered.

#### Supervision, control and authentication

Candidates must carry out the assignment on an individual basis. Research, data collection and analysis must be completed independently.

Desk research should be carried out in centres — field research can be conducted outwith the classroom setting.

Candidates carry out the assignment under some supervision and control, to ensure that work presented is their own. Teachers and lecturers must put in place mechanisms to authenticate candidate evidence and/or research not completed within the classroom setting. For example:

- regular checkpoint meetings with candidates
- short spot-check interviews with candidates
- checklists which record activity/progress

#### Resources

The assignment is open-book — there are no restrictions on the resources that candidates may have access to when undertaking the assignment.

Candidates do not need to make direct contact with organisations as part of their research. They may find that information on websites and elsewhere is enough for the level of research required.

#### Reasonable assistance

Candidates must complete the assignment independently. However, reasonable assistance may be provided by teachers and lecturers at relevant stages in the process, as identified below. The term 'reasonable assistance' is used to try to balance the need for support with the need to avoid giving too much help. If any candidate requires more than what is thought to be 'reasonable assistance', they may not be ready for assessment, or they may have been entered for the wrong level of qualification.

Reasonable assistance may include:

- clarifying the instructions/requirements of the assignment
- advising candidates on a suitable topic to research
- advising candidates on which organisation to choose
- advising candidates on the likely availability and accessibility of resources for their chosen topic
- advising candidates on possible sources of information
- advising candidates on how best to structure their business report

Reasonable assistance does not include:

- providing candidates with full exemplar assignments
- directing candidates to specific text within a source of information
- telling candidates what analysis they can draw from a research finding
- reading and marking drafts

#### Evidence to be gathered

Candidates produce a business report including supporting appendices. The appendices should show a list of all the sources of information used, which may include:

- website addresses used in research
- details of newspaper and/or magazine articles (publication name, date, article title) or books (title, chapter, author)
- statistical, graphical or numerical data
- interview questions and/or responses
- questionnaire/survey questions and/or results
- appropriate photos/images
- notes taken from a visit or a talk
- notes taken from an audio-visual source

#### Volume

The business report should be no longer than 2,000 words (excluding appendices). If the word count exceeds the maximum by more than 10%, a penalty will be applied.

There should be no more than four pages of appendices attached to the report.

### **Grading**

Candidates' overall grades are determined by their performance across the course assessment. The course assessment is graded A–D on the basis of the total mark for all course assessment components.

#### **Grade description for C**

For the award of grade C, candidates will typically have demonstrated successful performance in relation to the skills, knowledge and understanding for the course.

#### **Grade description for A**

For the award of grade A, candidates will typically have demonstrated a consistently high level of performance in relation to the skills, knowledge and understanding for the course.

# **Equality and inclusion**

This course is designed to be as fair and as accessible as possible with no unnecessary barriers to learning or assessment.

For guidance on assessment arrangements for disabled candidates and/or those with additional support needs, please follow the link to the assessment arrangements web page: <a href="https://www.sqa.org.uk/assessmentarrangements">www.sqa.org.uk/assessmentarrangements</a>.

## **Further information**

The following reference documents provide useful information and background.

- ♦ Higher Business Management subject page
- Assessment arrangements web page
- ♦ Building the Curriculum 3–5
- ♦ Guide to Assessment
- Guidance on conditions of assessment for coursework
- SQA Skills Framework: Skills for Learning, Skills for Life and Skills for Work
- ♦ Coursework Authenticity: A Guide for Teachers and Lecturers
- ♦ Educational Research Reports
- ♦ SQA Guidelines on e-assessment for Schools
- ♦ SQA e-assessment web page

The SCQF framework, level descriptors and handbook are available on the SCQF website.

# **Administrative information**

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### **History of changes**

Version	Description of change	Date

Note: you are advised to check SQA's website to ensure you are using the most up-to-date version of this document.

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