## MANAGEMENT PROGRAMME (MP)

### **Term-End Examination**

December, 2022

# MS-10: ORGANISATIONAL DESIGN, DEVELOPMENT AND CHANGE

Time: 3 Hours Maximum Marks: 100

(Weightage: 70%)

**Note**: (i) There are two Sections—A and B.

- (ii) Attempt any **three** questions from Section A. Each question carries 20 marks.
- (iii) Section B is compulsory and carries 40 marks.

#### Section—A

1. What is the purpose of organizational analysis?

Discuss and describe the role of different organizational perspectives for analyzing an organization.

[2] MS-10

- 2. Explain the importance and process of interview as a diagnostic tool. Briefly discuss its merits and demerits.
- 3. Describe and discuss different stages of organizational development and identify the essentials for effective organizational development.
- 4. Briefly explain the meaning and concept of quality of work life and also explain what techniques could be used in improving quality of work life.
- 5. Write short notes on any *three* of the following:
  - (a) Organisation as open system
  - (b) Hybrid structure
  - (c) Competencies of change agent
  - (d) Performance management
  - (e) Change targets

[3] MS-10

#### Section—B

6. Read the following case carefully and answer the questions given at the end:

Vista Industries Ltd., was a family-owned company. Having been founded by Prakash Joshi in 1970, the firm initially traded in paints. Later it set up its own manufacturing facilities. As years went by, it also began to manufacture wooden furniture and sanitaryware.

By 1985, Vista had secured a good market share in each of the three product lines. The turnover had reached `25 crore. In mid 1985, since the magnitude of operations had increased and Joshi himself wanted to concentrate on exports, he decided to go 'professional'. He brought in George Jacob, a chemical engineer who had worked as general

a multinational with consumer manager products firm, as president. George in turn recruited three general managers as profit the heads for three divisions center respectively. A month later, the company went public. But the change was only cosmetic because Joshi was still the largest shareholder and remained the chairman and managing director. He also retained the critical finance portfolio within the family by inducting his son, Suresh Joshi, a young chartered accountant, as general manager (finance), reporting to George. The organisational structure was somewhat ambiguous. But it seemed to work largely because George got along well with both the a personal level. There Joshis at were occasional irritants though. While the elder Joshi would often lapse into his feudal style of functioning that would distort formal reporting

relationships in the company, the younger one would be brash at times. But George skilfully managed each situation and provided a shield for his general managers who in turn enjoyed sufficient autonomy.

In addition to being a good team builder, George was strong on conceptual skills. He was also ambitious. He knew that Vista had a good future. The home decoratives market, of which the company's three product lines were a part, had an assured demand, thanks to the emerging consumer boom in the country. George anticipated further diversification into related product groups like wall papers, soft furnishings and kitchenware in about two years. He visualized that each would have its own independent production, marketing and distribution facilities and operate as an autonomous profit centre. Although he had not

spelt it out to the elder Joshi, George imagined that he himself would someday have a full-time place on the board which for the moment comprised only non-executive members.

But all his dreams now seemed to come crashing down. He felt that his career with Vista was at an end. And he did not even know why.

It had started in a trivial way. A week earlier, the younger Joshi had withheld a few transport vouchers from the paints division although the payments had been certified by the concerned general manager and approved by George. On a routine follow up over the telephone by the general manager, the younger Joshi called him to his office and pulled him up saying that a lot of false vouchers were being put up for payment. He also said that hereafter all the

[7] MS-10

three general mangers would be reporting to him directly on all matters.

On being informed about the incident by the general manager who also told George that he now wished to be relieved. George sought to see the younger Joshi immediately. But he was 'busy' and 'unavailable'. Efforts to meet even the elder Joshi proved futile. This was unusual.

Things were clearly amiss. George felt a sense of vacuum for the first time. He was sure that the target of the younger Joshi's ire was not the general manager but George himself. He was being sidetracked. He wondered whether he had made a mistake after all in leaving multinational firm and joining a family owned business. Perhaps he should resign immediately. Or may be there was a misunderstanding which could still be cleared.

[8] MS-10

#### Questions:

- (a) Discuss the basic problems in this case.
- (b) Based on the case, can you differentiate between a family owned business and a multinational firm from a cultural perspective?
- (c) What type of conflict has been experienced by the owner as well as George?
- (d) What would you do, if you were George?