

SNS COLLEGE OF TECHNOLOGY



Coimbatore-35
An Autonomous Institution

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DEPARTMENT OF COMPUTER APPLICATIONS

23CAT604 – PRINCIPLES OF MANAGEMENT I YEAR I SEM

UNIT II – PLANNING

TOPIC 2 –Types of Planning



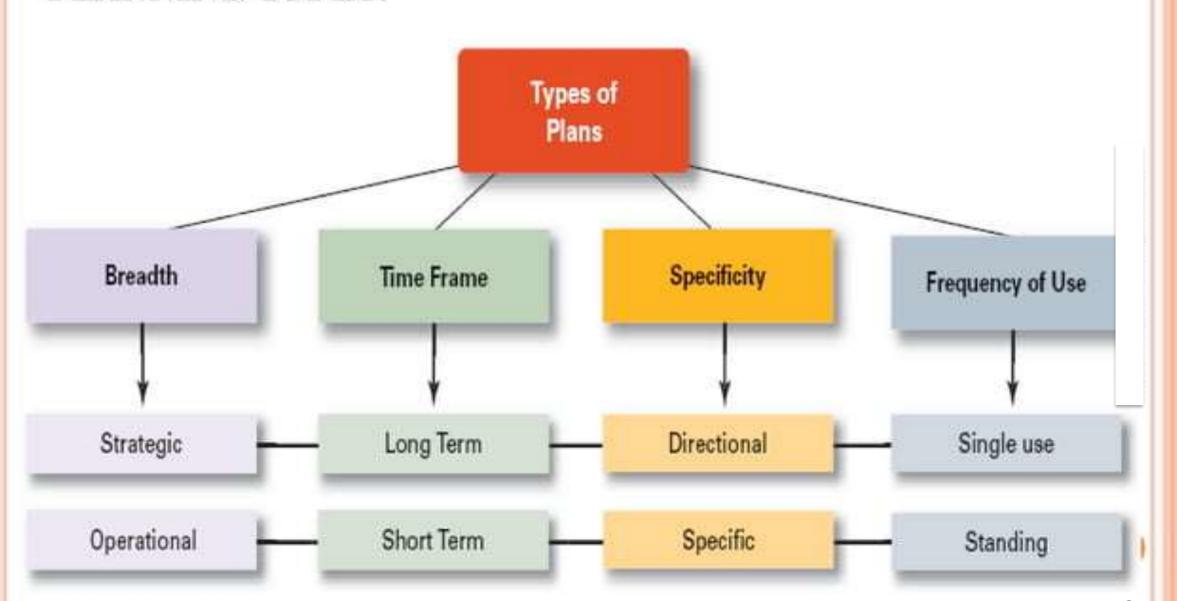


TYPES OF PLANNING













- 1. Breadth: Based on the range of area.
- Strategic planning
- Operational planning







Strategic Plans:

- Apply to the entire organization.
- Establish the organization's overall goals.
- Seek to position the organization in terms of its environment.
- Cover extended periods of time







Operational Plans

- Plans that encompasses a particular operational area of the organization..
- Specify the details of how the overall goals are to be achieved
- Cover short time period.







- 2. Time frame: Based on duration for achieving the goal.
- Long term goal
- Short term goal







Long term goals:

Plans with time frames extending beyond three years.







Short term goals:

- Plans with time frames on one year or less.
- Any plans between these time duration are called as intermediate plans.







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- 3. Specificity: Based on range of defining.
- Specific plans
- Directional plans







Specific Plans

- Plans that are clearly defined and leave no room for interpretation.
- They have clearly defined objectives.
- No uncertainty







Directional Plans

- Flexible plans that set out general guidelines, provide focus, yet allow freedom in implementation.
- Directional plans are used when uncertainty is high.
- They provide focus but do not lock managers into specific goal or courses of action.







- 4. Frequency of use: Based on usage of planning.
- Single-Use Plan
- Standing Plans







Single-Use Plan

A one-time plan specifically designed to meet the need of a unique situation.







Standing Plans

Ongoing plans that provide guidance for activities performed repeatedly.







SINGLE USE PLANS VS STANDING PLANS

Single use plans Standard/Repeated use plans

1.Programmes 1.Objectives

2.Budgets 2.Policies

3.Projects 3.Procedures

4.Rules

5.Strategies







Single Use Plans:

1. Programmes

A specific plan devised to meet a particular situation.

2. Budget

A financial or quantitative statement prepared prior to a definite period of time.

3. Project

Part of general programme.







Standing Use Plans:

1. Objectives

- Specific goals or targets to be accomplished.
- Realistic, flexible.

2. Policies

 Guiding principles established by the company to govern action usually under repetitive conditions.

3. Procedures

Prescribe the manner or method by which the work is to be performed.







Standing Use Plans:

4. Rules

A decision made by the management regarding what is to be done and what is not to be done in a given situation.

5. Strategy

A special kind of plan formulated in order to meet the challeng of the polices of competitors.







Tactical Planning:

- Deals with the low level units of an organization.
- Concerned with shorter time frames and narrower scopes.







Contingency Planning:

Plans that are devised for specific situation.







Advantages of Planning:

- Helps in achieving objectives.
- Better utilization of resources.
- Economy in operation.
- Reduces uncertainty and risk.
- Effective control.
- Improves coordination.
- Guides in decision making.
- Improves output of an organization.
- Provides decentralization.





Disadvantages of Planning:

- Lack of accuracy.
- Time and cost.
- Inflexibility.
- Delay during emergency period.

