

MACQUARIE  
UNIVERSITY



FACULTY OF  
BUSINESS AND ECONOMICS

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# **BUS804 INTERNATIONAL BUSINESS STRATEGY**

**Unit Outline**  
SEMESTER II 2009

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Appendix Group assignment cover sheet

# 1. ABOUT THIS UNIT

<b>UNIT NUMBER:</b>	BUS 804
<b>UNIT TITLE:</b>	INTERNATIONAL BUSINESS STRATEGY
<b>UNIT WEIGHT:</b>	4 CREDIT POINTS
<b>UNIT LEVEL:</b>	800
<b>PRE-REQUISITES:</b>	Enrolment in Mcom/ MIB/MIR
<b>CO-REQUISITES:</b>	NIL
<b>UNIT CONVENOR &amp; LECTURER OFFICE</b>	Dr MEENA CHAVAN PhD (International Business) E4A level 2 Phone 98508526 Fax 98509956
<b>EMAIL</b>	<a href="mailto:mchavan@efs.mq.edu.au">mchavan@efs.mq.edu.au</a>
<b>CONSULTING HRS</b>	12.30 to 2 pm Thursdays
<b>CLASSES</b>	3 hour lecture, 40 classroom hours and 120 hrs self study  MORNING CLASS Thu 9-12 E4B 316 AFTERNOON CLASS Thu 2-5 E5A 119
<b>TERM DATES</b>	Classes: 3 August to 18 September Recess: 19 September to 5 October Classes: 6 October to 13 November

## **2. INTRODUCTION**

BUS804 International Business Strategy is a unit offered by the Graduate Studies office within the Faculty of Business and Economics at the Macquarie University.

The purpose of this unit is to provide - a conceptual framing of the interplay between the “Multinational Corporations”, the countries in which it does business, and the competitive environment in which it operates. The understanding of this framework enables the professional conduct of Global Business Operations.

Even though many of the specific challenges in International Business will continue to evolve we believe that the conceptual framework is the powerful lens through which the changes can be viewed and should be robust enough to endure the changing environment. The aim of this unit is to provide such a lens.

This course focuses on how multinational firms operate in a global economy. It will assist students to understand the management challenges associated with developing strategies and handling the operations of companies whose activities stretch across national boundaries.

## **3. LEARNING OBJECTIVES**

No firm today can survive without going global. We live in a global economy and this unit focuses on the What? Why? When? and How? of global corporate strategies and foreign market entry strategies. The unit will introduce students to vital issues in strategic decisions facing businesses in the global markets and to provide insights on the practices and policies used by businesses competing globally. It explores the challenges, dynamics and processes involved in managing the multi-national company. This course is designed to give students hands-on experience and will examine critical issues from the perspective of senior executives and managers in charge of these operations. Concepts developed in the course will be applied to the solution of “real world” problems through the use of case studies, role playing, experiential games, simulations and other learning strategies throughout the semester. Its objective is to provide participants with working knowledge of basic theoretical concepts, skills and sensitivities that will help them deal effectively with key management issues and challenges in today’s global business environment

## 4. LEARNING OUTCOMES

The learning outcomes of this unit are to explore and understand:

- The nature and scope of international business issues
- Drivers, patterns and trends of globalization
- Key factors which serve to differentiate business systems in various cultural and economic settings
- International trade theories and patterns of international trade and Investment
- Foreign market entry strategies and international strategic alliances
- Implications of regional economic integration
- Global monetary system (Foreign exchange market and global capital Market)
- Ethical and environmental issues of international business and trade
- Evaluate and enhance the ability to think strategically and synthesize knowledge from other business disciplines.

This unit also seeks to develop the following generic skills:

- Critical analysis skills to evaluate, synthesise and judge
- Problem-solving skills to apply and adapt knowledge to the real world
- Communication skills for effective presentation and cultural understanding.

## 5. TEACHING AND LEARNING STRATEGY

This unit will be taught via the participant-centered, the experiential learning method of teaching. “Experiential learning takes place when a person is involved in an activity, then looks back and evaluates it, determines what was useful or important to remember and uses this information to perform another activity” (John Dewey, 1938). Students will partake in lectures, discussions, cases, video cases and experiential exercises in class. Students are advised to attend all lectures and participate in discussions, missing classes and not participating in discussions will affect grades.

Case studies will be the extensively used. The case study method is widely used in business schools around the globe. Case analyses are intended to be analytical critiques on some central issues of the case being discussed. As this is a discussion-oriented class, students will read all of the case studies indicated on the course schedule and come prepared to discuss them in class. Every student is expected to participate.

In your case analyses, please refrain from writing a summary of the case or repackaging the information already provided in the case. Based on the information provided in the case, be analytically judgmental, propose alternative managerial views and action plans, and discuss the relevance and appropriateness of the frameworks proposed in the readings and lectures to the case. In short, write what you think of the situation in the case and not merely repeat what the author says. If you are not prepared for a particular class, please let me know in advance so that I don't embarrass you inadvertently. Students will participate in all the experiential exercises each week to pass this unit.

## 6. REQUIRED AND RECOMMENDED TEXTS

**TEXT:** International Business – Competing In the Global Market Place, 2009. Charles W.L.Hill, 7<sup>th</sup> Edition, Mc Graw Hill.  
The textbook website is [www.mhhe.com/hill](http://www.mhhe.com/hill)  
Unit Web page BLACKBOARD: <http://online.mq.edu.au>

## 7. SUPPLEMENTARY READINGS

Students are requested to read the additional readings on Blackboard. Most readings will be put on Blackboard and if necessary hard copies will be distributed.

### WEBSITES

Business Week\_ (sign-up online at [www.resourcecenter.businessweek.com](http://www.resourcecenter.businessweek.com))

A Business Researcher's Interests: International Business  
Technology Information Research Portals on World's Countries & World  
Newspapers  
<http://www.brint.com/International.htm>

Wall Street Journal (sign-up online at <https://order.wsj.com/sub/f2>)

Yahoo - Government: Countries  
<http://www.yahoo.com/Government/Countries/>

Virtual Library on International Development  
<http://www2.etown.edu/vl/intldev.html>

The Economist (sign-up online at [www.economistacademic.com](http://www.economistacademic.com) )

The World Index of Chambers of Commerce & Industry  
<http://www.worldchambers.com/>

The United Nations <http://www.un.org/>

### JOURNALS

Harvard Business Review;

Journal of Business Strategy;  
Mckinsey Quarterly.  
Emerald Library Database (<http://www.emerald-library.com>)  
Asia Week  
Asian Wall Street Journal  
Business Review Weekly  
Journal of International Business Studies  
Management Review  
Straits Times  
The Australian Bulletin  
The Australian Financial Review  
Economist & Fortune

### **READINGS:**

Beamish, D W., Killings, J.P., Lecraw, D.J., and Crookell, H. 1994. International Management: Texts and Cases, Irwin, Burr Ridge, Illinois.

Cullen, J.B., 2002. Multinational Management: A Strategic Approach 2nd edition. Thomson Learning, Ohio.

Deresky, H. 2002. International Management – Managing Across Borders and Cultures 4thEdition, Prentice Hall, New Jersey

Dewey J.(1938).*Experience and education*. New York: The Macmillan Company

Davidson, W.H. and de la Torre, J. 1989. Managing the Global Corporation: Case Studies in Strategy and Management, McGraw-Hill, Singapore

Ellis, J and Williams, D.1995. International Business Strategy, Pitman Publishing, London

Fatehi, K. 1996, International management, A Cross-cultural and Functional Perspective, Prentice hall, New Jersey.

Hodgetts, R.M. and Luthans, F. 1994.International Management, McGraw-Hill, New York, N.Y.

Hofstede, G. 1991, Cultures and Organizations, Harper Collins Publishers, Glasgow.

Marcic, D. and Puffer, S.M. 1994. Management International: Cases, Exercises and Readings, West Publishing, St Paul, MN

Mead, R. 1994, International Management: Cross-Cultural Dimensions, Blackwell Publishers, Cambridge, Mass.

Michael R. Czinkota, Ilkka A. Ronkainen, Michael H. Moffett, (2004): International Business, 7e (International edition), Thomson, South-Western.

Ohmae, K. 1991, The Borderless World, Harper Collins Publishers, Glasgow.

Rodrigues, C. 1996, International Management: A Cultural Approach, West Publishing, St Paul, MN

Summers, J. & Smith, B. 2003, Communication Skills Handbook: How to succeed in written and oral communication, 5th ed., John

## 8. WEEKLY COURSE SCHEDULE

<b>WEEK/ DATE</b>	<b>TOPIC</b>	<b>Case Analysis/ Student Group Work (4-5 students in a group)</b>	<b>Chapters/class case</b>
Week 1 6.8.09	Globalization Course Introduction Formation of Groups		Chapter 1  Case: Crisis at Renault
Week 2 13.8.09	National Differences in Political Economy	IKEA –The global retailer pg 36	Chapter 2  Each student talks about one concern about the political situation in their country for 2 minutes.
Week 3 20.8.09	Differences in Culture  Ethics in International Business	Mired in Corruption – Kellogg Brown and Root in Nigeria pg163	Chapter 3 & Chapter 4 Short discussion questions. Please read the discussion questions on the BB and come prepared to discuss.

Week 4 27.8.09	International Trade Theory	Matsushita and Japan's changing culture Pg161	Chapter 5 Simulation: <i>"Frankenfoods" or Rice Bowl for the World: The U.S.–EU Dispute over Trade in Genetically Modified Organisms</i>
Week 5 3.9.09	Foreign Direct Investment & Entry Strategy and Strategic Alliances	Etch-a-Sketch Ethics pg 157	Chapter 7 Debate – Foreign Direct investment India or China ?  Chapter 14
Week 6 10.9.09	Foreign Exchange Market	Agricultural subsidies and development	Chapter 9  Start FX game today and continue for 5 weeks
Week 7 17.9.09	<b>MIDTERM EXAM</b>		Syllabus 1,2,3,4,5,7,9 &14
19 <sup>th</sup> Sept - 5 <sup>th</sup> Oct	<b><u>INTRA SESSION BREAK</u></b>	2 weeks	Read the book : Hot, Flat and Crowded By Thomas Friedman
Week 8 8.10.09	The International Monetary system  The Global Capital Market	The curse of the strong dollar at ST Micro pg 348	Chapter 10 & 11

Week 9 15.10.09	The strategy of International Business  The Organization of International Business	The Russian Ruble crisis and its aftermath pg 413	Chapter 12 & Chapter 13 Experiential exercise: a) Global and Local how to have it all b) The apple orange company structure  Euro Air
Week 10 22.10.09	Exporting, Importing, and Counter trade	Toyota - The rise of a Global corporation pg 521	Chapter 15  Coca-Cola's Marketing Challenges in Brazil: The Tubaínas War FX Games due today
Week 11 29.10.09	Global Production, Outsourcing and Logistics  Financial management in the International Business	Strategic and Organizational change at Black and Decker pg 534	Chapter 16  Harley-Davidson in 2004 Project presentations start.....  Chapter 20
Week 12 5.11.09	Project Presentations Course Review		
Week 13 12.11.09	<b><u>FINAL EXAMINATION</u></b>		BUS804 International Business Strategy (class_01) Thursday 12th November 2009 9am-12noon E4B 316 BUS804 International Business Strategy (class_02) Thursday 12. November 2009 2pm to 5 pm E5A119

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## 9. CLASS ASSESSMENTS

Description	Weighting	Due Date
Case Analysis (Group Work)	10%	Weeks 2-11
Genetically modified food simulation (Experiential exercise)	5%	Week 4
FX game (Experiential exercise) (Participation in the 2 experiential exercises will fetch you 10%)	5%	Week 6
Midterm Exam	10%	Week 7
International Entrepreneurship Project & presentations	20%	Week 12
Final Exam	50%	Week 13

### Assignment 1

Weekly (Case Analysis-Presentation- Group Work)

Due Date: From Week 2

Value : 10%

The class will be divided into 10-12 groups of 4 members each and each of these groups will discuss and present the analysis for the week's case study/ reading material in a time period of 20 minutes in class. Each group will be given a mark out of 10 for the presentations.

Students are supposed to read the week's case study and be ready to discuss, defend and question other students before coming to class.

Marks should be allocated for the following criteria:

- Analytical skills
- Innovative solutions
- Team work
- Presentation skills

<b>Case Assessment Criteria</b>	<b>Marks Awarded (total 15%)</b>
<b>Content</b> <ul style="list-style-type: none"> <li>➤ Delivery of information</li> <li>➤ Choice of additional resources/web-pages</li> <li>➤ Relevance</li> <li>➤ Order of delivery</li> <li>➤ Overview and summary</li> <li>➤ Current focus</li> </ul>	5
<b>Presentation</b> <ul style="list-style-type: none"> <li>➤ Use of other resources/aids (i.e. PowerPoint, whiteboard, prompts)</li> <li>➤ Voice (level, pitch, volume, speed/pace)</li> <li>➤ Body Language (eye contact, demeanour)</li> </ul>	2
<b>Personal Communication Techniques/Group Skills (if appropriate)</b> <ul style="list-style-type: none"> <li>➤ Introduction of self/group</li> <li>➤ Structure</li> <li>➤ Handover between individuals</li> <li>➤ Engaging/entertaining</li> <li>➤ Choice of terminology and language</li> </ul>	2
<b>Analytical skills</b> <ul style="list-style-type: none"> <li>➤ Critical analysis</li> <li>➤ Hypothesis</li> <li>➤ Objective</li> <li>➤ Challenge</li> </ul>	5
<b>Overall Performance</b> <ul style="list-style-type: none"> <li>➤ Awareness of external factors (lighting, air conditioning, traffic noise, peer behaviour)</li> <li>➤ Dress</li> <li>➤ Other</li> </ul>	1
<b>Total</b>	<b>10</b>

## Assignment 2

International Entrepreneurship project (Group work)

Due date:	Week 10 - 22.10.09
Value:	20% (10% Research paper 10% Presentation)
Marked assignments will be returned on	Week 11
Length:	20 pages

Your assignment is to be handed to the lecturer in class on the due date. The lecturer will return marked assignments on the date specified.

### International Entrepreneurship Project

In this project students develop a plan to introduce a new product or service into a market somewhere around the globe. The assignment includes the following:

1. Identify the distinctive features of doing business in a specific country (e.g., demographics, economic conditions, competition, political/legal forces, cultural forces, etc.).
2. Conduct a Risk Assessment that describes the various risk factors associated with doing business in that country (e.g., political risk, currency risk, economic risk, property rights risk, etc.).
3. Identify a product or service that you would like to market in this country. Identify the specific rationale that makes your idea a viable business opportunity.
4. Develop a Market Entry Strategy and specific Market Entry Plan to enter the country of choice (e.g., exporting, piggybacking, counter trade, foreign production, etc.).

There are some good resources available to assist students in examining the economic, political, cultural, infrastructural, and demographic factors around the globe:

- [Global Entrepreneurship Monitor reports](#) (see drop down on upper right hand corner of this site for specific country report)

- [World Bank website](#) (click on Documents & Reports, and use the country search feature - this site has a wealth of information on many key topics)
- [CIA World Fact book](#) (extensive information available at this site)

A International Business Plan will be uploaded on the Blackboard for guidance

Your group will present your project to the class in week 12.

## **ASSESSMENT CRITERIA FOR THE PROJECT**

The quality of your research project in this unit will be assessed on the following criteria:

- Extensive Quality Research
- Organisation of the project
- Team Work
- Decisions made
- Outcomes

:

### **Citation**

You must acknowledge the work of other authors accurately, consistently and completely, both in the body of the essay and in the bibliography. References should be formatted properly, using standard Harvard referencing system. Please refer to the recommended references in this document.

All students should be acquainted with the standard referencing and bibliography system. Note that plagiarising – copying material from a publication, from a web site or from another person without proper attribution - is a serious academic offence. Please read more details on the universities policies on plagiarism.

## **RELATIONSHIP BETWEEN ASSESSMENT AND LEARNING OBJECTIVES**

- Demonstrate successful team work
- Appraise through experiential learning of corporate settings, various business situations
- Demonstrate professional presentation skills and analytical skills
- Acquire strong conceptual knowledge along with examinable skills in the real time real world corporate cases
- Acquire knowledge on all aspects of launching a global business by conducting in depth research in the country of choice selected for doing business with.
- Critically analyse the assigned cases

- Participate in class discussions
- Demonstrate an understanding of the theoretical conceptual and practical issues in International business by recalling facts theory and examples.

## 10. EXAMINATION

### MID TERM EXAM

Date:	Week 7 - 17.9.09
Value:	10%
Venue:	Class_01 Thu 9-12 E4B 316 Class_02 Thu 3-6 E5A 119
Length:	2 hours
Format:	Essay questions exercises and cases

### FINAL EXAM

Date:	Week 13	12.11.09
Venue:	Class_01 Thu 9-12 E4B 316 Class_02 Thu 3-6 E5A 119	
Value:	50%	
Length:	2 hours	

### IMPORTANT

The only exception to not sitting an examination at the designated time is because of documented illness or unavoidable disruption. In these circumstances you may wish to consider applying for Special Consideration. Information about unavoidable disruption and the special consideration process is available at <http://www.reg.mq.edu.au/Forms/APSCon.pdf>

You are advised that it is Macquarie University policy not to set early or delayed examinations for individuals or groups of students. All students are expected to ensure that they are available until the end of the teaching semester that is the

final day of the official University examination period, and can attend the exam at the designated time and place.

## 11. UNIVERSITY POLICY ON PLAGIARISM

The University defines plagiarism in its rules: "Plagiarism involves using the work of another person and presenting it as one's own." Plagiarism is a serious breach of the University's rules and carries significant penalties. You must read the University's practices and procedures on plagiarism. These can be found in the *Handbook of Postgraduate Studies* or on the web at:

[www.student.mq.edu.au/plagiarism](http://www.student.mq.edu.au/plagiarism)

The policies and procedures explain what plagiarism is, how to avoid it, the procedures that will be taken in cases of suspected plagiarism and the penalties if you are found guilty. Penalties may include a deduction of marks, failure in the unit, and/or referral to the University Discipline Committee.

Definition: Plagiarism involves using the work of another person and presenting it as one's own. Any of the following acts constitutes plagiarism unless the source of each quotation or piece of borrowed material is clearly acknowledged.

- a) Copying out part(s) of any document or audio-visual material (including computer-based material);
  - b) Using or extracting another person's concepts, experimental results, or conclusions;
  - c) Summarising another person's work;
  - d) In an assignment where there was collaborative preparatory work, submitting substantially the same final version of any material as another student.
- Encouraging or assisting another person to commit plagiarism is a form of improper collusion and may attract the same penalties which apply to plagiarism.

### 2) The Dangers of Plagiarism and How to Avoid it

The integrity of learning and scholarship depends on a code of conduct governing good practice and acceptable academic behaviour. One of the most important elements of good practice involves acknowledging carefully the people whose ideas we have used, borrowed, or developed. There is nothing wrong in a student using the work of others as a basis for their own work, nor is it evidence of inadequacy on the student's part, provided they do not attempt to pass off someone else's work as their own.

To maintain good academic practice, so that you are given credit for your own efforts, and so that your contribution can be properly appreciated and evaluated, you should acknowledge your sources and ALWAYS:

- i) state clearly in the appropriate form where you found the material on which you have based your work, using the MIR system of reference;

- ii) acknowledge those whose concepts, experiments, or results you have extracted, developed, or summarised, even if they put these ideas into their own words;
- iii) avoid excessive copying of passages by another author, even where the source is acknowledged. Find another form of words to show that you have thought about the material and understood it, but stating clearly where you found the ideas.

If you use the work of another person without clearly stating or acknowledging their source, the result is falsely claiming that material as your own work and committing an act of PLAGIARISM.

PLAGIARISM is where any of the following in an assignment, or in any piece of work which is to be assessed, is written without clearly acknowledging the source(s) for each quotation or piece of borrowed material:

- a) copy out part(s) of any document or audio-visual material, including computer based material;
  - b) use or extract someone else's concepts or experimental results or conclusions, even if they put them in your words;
  - c) copy out or take ideas from the work of another student, even if they put the borrowed material in their own words;
  - d) submit substantially the same final version of any material as a fellow student.
- On occasions, a student may be encouraged to prepare their work with someone else, but the final form of the assignment must be their own independent

## **12. UNIVERSITY POLICY ON GRADING**

Academic Senate has a set of guidelines on the distribution of grades across the range from fail to high distinction. Your final result will include one of these grades plus a standardised numerical grade (SNG).

On occasion your raw mark for a unit (i.e., the total of your marks for each assessment item) may not be the same as the SNG which you receive. Under the Senate guidelines, results may be scaled to ensure that there is a degree of comparability across the university, so that units with the same past performances of their students should achieve similar results.

It is important that you realise that the policy does not require that a minimum number of students are to be failed in any unit.

The process of scaling does not change the order of marks among students. A student who receives a higher raw mark than another will also receive a higher final scaled mark.

## **13. STUDENT SUPPORT SERVICES**

Macquarie University provides a range of Academic Student Support Services. Details of these services can be accessed at [www.student.mq.edu.au](http://www.student.mq.edu.au)

## **14. CODE OF CONDUCT**

Please turn off your mobile phones while you are in class.  
Arrive on time, and unless it is absolutely essential, please refrain from leaving the class in the middle of a discussion.  
Students are expected to refrain from unnecessary chatter in class and respect your fellow students.

## **15. REFERENCING GUIDELINES**

The Harvard Style of referencing is recommended in this unit.

Please refer to the University Library website on referencing for further details :

<http://www.lib.mq.edu.au/readyref/cites.html>

**GROUP ASSIGNMENT COVER SHEET**

BUS	8	0	4
Group Number			

Please complete ALL sections in CAPITAL LETTERS and attach to the front of your assignment.

<b>LECTURER</b>															
<b>ASSIGNMENT NAME</b>										<b>DUE DATE</b>					
<b>GROUP MEMBERS</b>															
<b>SID NUMBER</b>										<b>FAMILY NAME</b>			<b>EMAIL ADDRESS</b>		
1															
2															
3															
4															
5															
6															

**CERTIFICATION**

Please confirm that your assignment meets with ALL of the following requirements by ticking each box and by ALL group members signing below. Assignments that do not comply with the following requirements MAY NOT BE MARKED.

- We certify that this assignment is the work of the group, based on their personal study and research, and that all material and sources in the preparation of this assignment have been appropriately acknowledged. We have read and understood the policy on plagiarism set out at <http://www.student.mq.edu.au/plagiarism/> and understand that students found to be plagiarizing will be penalized.
- We have submitted an electronic version of this assignment on 3.5" diskette and understand that a mark for this assignment will not be assigned unless this electronic version is submitted. We understand that the University will hold the electronic version of this assignment, which may be tested now or in the future for evidence of plagiarism.

1.	4.
2.	5.
3.	6.

SIGNATURE OF GROUP                      DATE