BBA311/ BBA351: STRATEGIC MANAGEMENT II

UNIT OUTLINE
Second Semester, 2006

Lecturer In Charge: Deborah Howlett
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Lectures: Thursday, 4.00pm-6.00pm
          Friday, 9.00am-11.00am
1.0 GENERAL AIM AND RATIONALE

This unit is a continuation of BBA 301/BBA 350 and focuses on corporate-level strategy. At the corporate level, the key issue is the management of the growth of the firm. Topics addressed in this regard include financing growth, diversification, internationalization, portfolio management, mergers and acquisitions, firm capabilities, governance, stakeholder management, top management international teams, and strategy implementation. Students will become proficient at analysing the key factors that drive corporate strategy. Case analysis will be used to link concepts and frameworks to real-world examples. Group work will engage students in the challenges of interpersonal communication, task allocation, coordination and control.

The unit also takes a critical and reflective approach, examining a range of literature in the field, and applying a number of contemporary contexts to corporate strategy. In many respects, the unit is a capstone subject in the BBA degree and represents a degree of difficulty requiring extensive work. The unit attempts to develop the students comprehension and application skills applied to real-world corporate situations.

TEACHING STAFF:

Lecturer in Charge: Deborah Howlett  
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2.0 SPECIFIC OBJECTIVES

The learning outcomes of this course relate to:

2.1 Business strategies reviewed and revised.

**Reviewing and revising business-level strategies central arguments.**

Recognize, identify and explain the concepts of business-level strategy. How does this level differ from corporate strategy? Review some brief aspects of corporate strategy.

2.2 Integration, Alliances, and Diversification

**Why do firms use integration strategies? In what circumstances are alliances and diversified portfolios useful?**

Assess the different aspects of integration. Explain corporate alliances, their benefits and limitations.

2.3 Portfolio Analysis, Acquisitions, and Restructuring

**How is portfolio analysis linked to corporate strategy? In what ways do firms grow through acquisition, and in what circumstances is restructuring questionable?**
Analyze portfolio analysis. Distinguish between strategies of acquisition and restructuring. Apply the theoretical perspective of restructuring to case work.

2.4 Contemporary Issues in Organizational Structure II

How do global teams operate in Global Affiliates? What are micro-multinationals?

Assess different strategic aspects of globalization including an assessment of emerging Micro-multinationals.

2.5 Contemporary Issues in Organizational Structure I

What are the advantages and limitations of different structures? In what circumstances will one structure be better than another?

Review different structures, their central and decentralized capability. Assess which structures match particular global strategies.

2.6 Strategic Control and Measurement Devices

Which aspect of corporate strategy should be measured? How will managers adapt culture and rewards to match outcomes?

Reflect on different aspects of strategic control. Apply various strategic control measures to corporate strategy.

2.8 Strategic Structure and Control

What are the strategic issues underlying particular structural choices? What are the design implications for merger and acquisition strategies?

Define what is meant by strategic choice. Analyze different aspects and effects of strategy given a predisposition to one design or another.

2.9 Contemporary Issues in Strategic Implementation I

What are the key implementation issues of corporate strategy? How do managers deal with conflict and power?

Determine the effectiveness of implementation techniques. Assess the impact of context specific factors on corporate implementation.

2.10 Contemporary Issues in Strategic Implementation II

Which aspect of performance is critical to corporate managers? How do they link short-term actions with long-term strategies?

Evaluate different aspects of performance, both objective and subjectively. Apply these to a corporate case and differentiate between different responses.
2.11 Social Responsibility at the Corporate Level

**How can corporate social responsibility (CSR) be applied? How do we link CSR to national and international communities?**

Review CSR and explain the key benefits. Analyze how CSR intense firms outperform non-intense CSR firms.

### 3.0 CONTENT & TUTORIAL SESSION

Please Note: **Slides for this subject are available on platform web.** You must bring a copy of the lecture notes to each lecture.

3.1 Business strategies reviewed and revised.

**No Tutorial Sessions**

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#### Week 1 Readings:

Hill, Jones, and Galvin  
Chapter 1 to 7 revision plus key lecture notes  
**Helpful Hint:** Review the summaries at the conclusion of each chapter from 1-7

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#### Week 2 readings:

Hill, Jones, and Galvin  
Chapter 8 plus

*From Book of Readings*


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3.3 Portfolio Analysis, Acquisitions, and Restructuring
Tutorial Sessions:

### Week 3 readings

Hill, Jones, and Galvin  
Chapter 9 plus


### 3.4 Contemporary Issues in Organizational Structure I  
Tutorial Sessions:

### Week 4 readings:

Hill, Jones, and Galvin  
Chapter 10 revisited plus chapter 11


### 3.5 Contemporary Issues in Organizational Structure II  
Tutorial Sessions:

### Week 5 readings:

Hill, Jones, and Galvin  
Chapter 11 continued plus

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<th>Week 6 readings:</th>
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| Hill, Jones, and Galvin  
Chapter 12 plus  

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<th>Week 8 readings:</th>
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| Hill, Jones, and Galvin  
Chapter 13 plus  

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<th>Week 9 readings</th>
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| Hill, Jones, and Galvin  
Chapter 14 plus  
3.10 Contemporary Issues in Strategic Implementation I
Tutorial Sessions

**Week 10 readings:**

Hill, Jones, and Galvin
Chapter 15 plus


3.11: Social Responsibility at the Corporate Level
Tutorial Sessions: (Group Presentations) Compulsory Attendance

**Week 11 readings:**
*(To be read for lecture)*

Book of readings only:


3.12 Group Presentations in Lectures/ Tutorials (Compulsory attendance – both sessions)


4.0 PRESENTATION OF UNIT

The unit is presented as a two hour lecture and one hour tutorials.

5.0 ASSESSMENT

The assessment will be continuous and designed to test the students understanding of strategy along the learning taxonomy scale including knowledge, comprehension and
application. There is a high emphasis on the critical and reflection notion of strategy and your ability to apply the concepts in practice.

5.1 The assessment includes:

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<th>Assessment</th>
<th>Percentage</th>
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<tr>
<td>Mid Semester Exam (Week 7)</td>
<td>20</td>
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<tr>
<td>Group Case Report /Presentation</td>
<td>30</td>
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<tr>
<td>Final Exam</td>
<td>50</td>
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<td><strong>Total Marks</strong></td>
<td><strong>100%</strong></td>
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Points to note about this assessment:

1) You will need to allow at least three hours of reading per week to prepare for class. You will notice a step up between this unit and others; it is a capstone subject drawing from your knowledge of other subjects and consists of detailed and time-consuming analysis. It is conceptually difficult in places and requires constant attention.

2) Students must read and make notes of the Readings allocated for each week tutorial before attending the tutorial.

3) Students must complete all components of the course to register a pass or better grade and must obtain at least a pass grade in all assessment components. A satisficing mark of 20 out of 50 will be set for the exam. **This means that a student could fail the unit by failing the exam even though the assessment was passed.**

4) Please note that pressures relating to work are generally not considered as legitimate reasons for not attending or completing a mandatory component of the course.

5) Students must attend Weeks 3, 11 & 12 tutorials, plus weeks 7, 12 & 13 lectures. A roll of lecture attendance will be kept and students must sign this each lecture/tutorial as depicted above.

**Tutorial Preparation**

**Individual Reading Paper Analysis (To be discussed in tutorials)**

At the individual level, each person will be prepared to discuss in weekly tutorials the allocated readings for that week. The following points may be used as a guide with respect to the discussion outline:

♦ What was this reading about?
♦ What did the major theories say, that is, the central arguments?
♦ What did the results indicate?
♦ What were the major conclusions?

5.2 Detailed Assessment:

Mid term test:
Due: In class in week 7
Value: 20%

Format will be multiple choice questions and an essay. The actual composition will be discussed in class in the week prior to the test being conducted. If a student cannot attend the in-class test, the lecturer shall be notified prior to the lecture via email directly as to the reason(s) the test cannot be done and proof as to why the non-attendance e.g. medical certificate etc.

Group Case Report / Presentation
Value: 30% (Report 20% and Presentation 10%)
Report Due: Week 13
Presentation Due: Weeks (11/12 – tutorial and week 12 lecture)

This assessment task requires the completion of a group report. As a general rule, there should be no more than 5 members in each group. Additionally, selection of group members is restricted to your allocated tutorial. Completion of the assessment task will require the selection of one company from a nominated list of global or micro-multinational companies. The list will be supplied by the lecturer/tutor in week 2. Keep in mind that there should be no duplication in the selection process within each tutorial group. In other words, once one group has selected a company, no other group within the same tutorial group is allowed to choose that same company. In week 3, the nominated company and group names will be forwarded to the tutors. You are expected to have completed some research and collected relevant material by that allocated week. Additionally, it is recommended that you start a plan of action for writing the report in or around week 3. The report must reflect the theoretical position taken by at least two chapters (i.e. the broad topic areas) and consist of many sub-headings to demonstrate a depth of understanding. The group report should broadly discuss/report on the following areas:

- An introduction
- Background of the company
- An evaluation of the key strategic issues facing the company.
- What alternative strategies were developed?
- What were the results?
- What has the company learned?
- Future Issues (if necessary)
- How does this written report address the key theories?

Note: You can use any headings and sub-headings you wish as long as the broad areas are addressed above.

All group work is peer moderated
In Week 13, the last class, each student will submit a peer evaluation assessment for each member in their group (including themselves). This will then allow a peer factor to be allocated to the Group’s raw score for each individual student, allowing a dispersion of marks within the same group. This peer factor is kept confidential.

Please Note:
Your Report is to be answered in the following format and will be marked to the following criteria:

1. Written in business report format
2. Type in 12 size font, one and a half spaced
3. Analysis and interpretation of research material
4. Evidence of extensive research
5. Logical and sound business argument
6. Provide in text referencing and reference list in Harvard format. Using cited references (not textbook)
7. One assignment per group is to be handed in
8. Limited to 3000 words (plus or minus 10%).
9. Ensure proofreading, editing, correct spelling and punctuation is undertaken
10. Use only one side of A4 paper, number every page and staple in top left hand corner of paper. Please do not use individual page folders
11. On front page include all group member names and student numbers

Your inclass (tutorial or lecture) presentation will be no longer than 10 minutes and should involve at least two members of the group (all group members will be available for questioning at the end of the presentation)

The presentation should include the report content in a succinct fashion concentrating on what the group perceive as the MOST important points only.

The group should consider the following points also:

- Originality of content and presentation
- Research evidence other than textbook
- Presentation style

Examinations
Value: 50%
The final exam will be conducted within the formal University examination period in second Half Year 2006.

6.0 RECOMMENDED TEXTS

Book of Readings in Strategic Management II
Note: Students must purchase all texts.

7.0 ADDITIONAL REFERENCES


**EXAMINATIONS**

You are expected to present yourself for examination at the time and place designated in the University Examination Timetable. The timetable will be available in Draft form approximately eight weeks before the commencement of the examinations and in Final form approximately four weeks before the commencement of the examinations.

http://www.timetables.mq.edu.au/exam

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/APSCons.pdf

If a Supplementary Examination is granted as a result of the Special Consideration process the examination will be scheduled after the conclusion of the official examination period.

You are advised that it is Macquarie University policy not to set early 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 examination period.

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 Undergraduate Studies or on the web at: 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.

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. In fact it does something like the opposite, in requiring examiners to explain their actions if more than 20% of students fail in a 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.


STUDENT SUPPORT SERVICES

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