

BUS 202

International Business Operations

S1 Day 2019

Department of Management

Contents

General Information	2
Learning Outcomes	2
Assessment Tasks	3
Delivery and Resources	5
Unit Schedule	6
Policies and Procedures	10
Graduate Capabilities	11
Changes from Previous Offering	14

Disclaimer

Macquarie University has taken all reasonable measures to ensure the information in this publication is accurate and up-to-date. However, the information may change or become out-dated as a result of change in University policies, procedures or rules. The University reserves the right to make changes to any information in this publication without notice. Users of this publication are advised to check the website version of this publication [or the relevant faculty or department] before acting on any information in this publication.

General Information

Unit convenor and teaching staff

Unit Coordinator

Monica Ren

monica.ren@mq.edu.au

Contact via Email

Please view consultation hours via iLearn - https://ilearn.mq.edu.au/login/

Credit points

3

Prerequisites

(24cp at 100 level or above) including BUS201

Corequisites

Co-badged status

Unit description

This unit introduces students to the key concepts of business operations from an international perspective. Major issues considered include: modes and patterns of international expansion; the management of international strategic cooperation; an emphasis on small to medium size businesses and how they compete on a global level; and the development of new international organisation forms and their implications for management. Structure and strategy are explored from the perspective of their roles as foundations of the organisation, with an emphasis on how all types of businesses have grappled with the operational and organisational challenges of international business.

Important Academic Dates

Information about important academic dates including deadlines for withdrawing from units are available at https://www.mq.edu.au/study/calendar-of-dates

Learning Outcomes

On successful completion of this unit, you will be able to:

Understand the principles underlying the international expansion of firms

Comprehend the key features of international business operations on the scale, scope and pace of international business activity

Appreciate the nature of international firms specifically, their strategy, organisation and nationality

Understand the main characteristics of the various foreign market entry strategies available to firms and the principles which govern the selection of these entry strategies Collaborate effectively with a team to write a case study report with detailed analysis of a firms situation using empirical data and research

Assessment Tasks

Name	Weighting	Hurdle	Due
Individual Weekly Essay	20%	No	Random
Group Report	30%	No	Week 9
Final Examination	50%	No	Examination Period

Individual Weekly Essay

Due: Random Weighting: 20%

Individual Weekly Essay Assessment Summary Task Description An essay requires the systematic investigation of a topic and the development of a written argument. Essays assess cognitive and research skills. Essays are expected to develop coherent arguments, be founded on thorough research, and provide insight into the topic area. Please check the weekly tutorial case and topical questions from the "Unit Schedule". Type of Collaboration Individual Submission Please Submit Via Turnitin Link on <u>iLearn</u>. In class submission of coursework. Format Please refer to the <u>iLearn</u> Unit page Length <2000 words Inherent Task Requirements None Late Submission

Late essays must be submitted through Turnitin. No extensions will be granted. There will be a **deduction of 10%** made from the total awarded mark for each **24 hour period** or part thereof that the submission is late (for example, 25 hours late in submission incurs a 40% penalty). Late submissions will be accepted up to 96 hours after the due date and time.

This penalty does not apply for cases in which an application for <u>Special Consideration</u> is made and approved. Note: applications for <u>Special Consideration Policy</u> must be made within 5 (five) business days of the due date and time.

On successful completion you will be able to:

- Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies

Group Report

Due: Week 9 Weighting: 30%

Group Report Assessment Summary Task Description

Analyse a real Australian Pharmaceutical company's internationalisation strategies to one of the emerging countries. Use three chapters' topics from your textbook as directions of your discussion.

A group report is a written document outlining the results of a detailed analysis of a situation using empirical data and research. Reports are used to assess critical thinking, analytical and research skills. As this is a group exercise all members of the group are expected to contribute actively and substantially. While it is understood that some members of the group may have different input in the research and the written component the group will be required to acknowledge that all group members have given quality time to the project.

Type of Collaboration Group Submission Please Submit Via Turnitin Link on <u>iLearn</u> Format Please refer to the <u>iLearn</u> Unit page Length 5,000 Words Inherent Task Requirements None Late Submission

Late reports must be submitted through Turnitin. No extensions will be granted. There will be a **deduction of 10%** made from the total awarded mark for each **24 hour period** or part thereof that the submission is late (for example, 25 hours late in submission incurs a 20% penalty). Late submissions will be accepted up to 96 hours after the due date and time.

This penalty does not apply for cases in which an application for <u>Special Consideration</u> is made and approved. Note: applications for <u>Special Consideration Policy</u> must be made within 5 (five) business days of the due date and time.

On successful completion you will be able to:

- Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Appreciate the nature of international firms specifically, their strategy, organisation and nationality
- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies
- Collaborate effectively with a team to write a case study report with detailed analysis of a firms situation using empirical data and research

Final Examination

Due: Examination Period

Weighting: 50%

Final Examination Assessment Summary Task Description A final examination is included as an assessment task for this unit to provide assurance that the product belongs to the student and the student has attained the knowledge and skills tested in the exam. Type of Collaboration Individual Submission You are expected to present yourself for examination at the time and place designated in the University Examination Timetable. Format Please refer to the iLearn Unit page Length 2 Hours Inherent Task Requirements None Late Submission Please see Assessment Policy Schedule 4.

The only exception to not sitting an examination at the designated time in the University Examination Timetable is because of documented illness or unavoidable disruption. In these circumstances you may wish to consider applying for special consideration. This penalty does not apply for cases in which an application for <u>Special Consideration</u> is made and approved. Note: applications for <u>Special Consideration Policy</u> must be made within 5 (five) business days of the due date and time.

On successful completion you will be able to:

- · Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Appreciate the nature of international firms specifically, their strategy, organisation and nationality
- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies

Delivery and Resources

Required text	A custom edition has been prepared for this subject entitled:		
	 Cavusgil, Knight and Riesenberger, 2017, International Business: The New Realities, 4th Edition, Pearson. 		
	This book is available for purchase at the University Bookshop.		
Unit web page	The web page for this unit can be found at: https://ilearn.mq.edu.au/login		
Technology Used and Required	electronically for conducting, research for assignments; Electronic (internet) access to iLearn to download unit learn		
Delivery Format and Other Details	 Number and length of classes: 1 x 2 hour lecture and 1 x 1 hour tutorial, i.e. 3 hours face to face per week unless indicated otherwise in the lecture schedule. Classes may vary due to public holiday(s) Tutorials will commence in Week 2 		
	 The timetable for classes can be found on the University web site at: http://www.timetables.mg.edu.au/ 		

Recommended readings

- Daniels, Radebaugh, and Sullivan, 2019, International Business Environments & Operations, 16th Edition, Pearson.
- · Buckley, P, J., (2011) Globalization and the global factory, Cheltenham, UK: Edward Elgar
- Cassia, L., (2010) Global outsourcing strategies: The internationalisation of the electronics industry,
 Cheltenham, UK: Edward Elgar
- Daniels, J.D., Radebaugh, L. H., Sullivan, D.P., (2011) International business: Environments and operations,
 13th ed, Upper Saddle River, NJ: Pearson/Prentice Hall
- Dick, H., & Merrett, D., (2012) The internationalisation strategies of small-country firms: The Australian experience of globalization, Cheltenham, UK: Edward Elgar
- Dodgson, M. Gann, D. Salter, A., (2008) The management of technological innovation: Strategy and practice,
 Oxford: Oxford University Press
- Dolfsma, W., Duysters, G., & Costa, I (2009) Multinationals and emerging economies: The quest for innovation and sustainability, Cheltenham, UK: Edward Elgar
- Dunning, J. H., Lundan, S., (2008) Multinational enterprises and the global economy, Cheltenham, UK:
 Edward Elgar
- Forsgren, M., (2009) Theories of the multinational firm: A multidimensional creature in the global economy,
 Cheltenham, UK: Edward Elgar
- Gabrielsson, M., & Manek Kirpalani.V.H., (2012) Handbook of research on born globals, Cheltenham, UK:
 Edward Elgar
- letto-Gillies, G., (2012) Transnational corporations and international production: Concepts, theories and effects, Cheltenham, UK: Edward Elgar
- Jansson, H (2007) International business marketing in emerging country markets: The third wave of internationalisation of firms, Cheltenham, UK: Edward Elgar
- Mentzer, J.T., Myers, M. B., Stank, T.P., (2007) Handbook of global supply chain management, Thousand Oaks: Sage Publications
- Peng, M. W., (2008) Global business, Mason, Ohio: South-Western Cengage Learning
- Verbeke, A., & Merchant, A (2012) Handbook of research on international strategic management,
 Cheltenham, UK: Edward Elgar
- Welch, L.S., Benito, G.R., & Petersen, B (2007) Foreign operation methods: Theory, analysis, strategy,
 Cheltenham, UK: Edward Elgar

Unit Schedule

Please Note: the week-by-week lecture content and/or tutorial activities below are subject to changes by the UC if required.

Week Lecture Content	Tutorial Activities (Weekly essay topics)

1	Introduction to the unit	NO TUTORIAL IN WEEK 1
	PART 1: FUNDATION CONCEPTS	
	Chapter 1 What is International Business?	
2	Chapter 2	Overview of unit and assessments.
	Globalization of Markets and the Internationalization of the Firm	Getting to know each other, group formation for the group assignment.
		Chapter 1 Closing Case Study: "Internationalization at Vodafone" (p.50-51 from your textbook)
		1. How can Vodafone benefit from expanding internationally?
		2. Why did the German government and public resist the acquisition of Mannesmann by Vodafone in 1999? Are there any similarities with the lack of success of the company to acquire a local Chinese operator, or a stake in China Mobile in recent years?
		Additional discussion question
		What are some of the key motivations for firms to engage in international business?
3	PART 2: STRATEGY AND OPPORTUNITY ASSESSMENT	Chapter 2 Closing Case Study: "Debating the good and harm of globalization" (p.78-79 from your textbook)
	Chapter 11 Strategy and Organization in the	1. Summarize the arguments in favor of globalization that the business executive made. What is the role of technology in supporting company performance in a globalizing business environment?
	International Firm	 What is the role of education in (1) addressing the problems raised in the roundtable, (2) creating societies in which people can deal effectively with public policy issue, and (3) creating citizens who can compete effectively in the global marketplace?

MID	TERM	BREAK (2 weeks)
	IN IB OPERATIONS Chapter 13 Exporting and Global Sourcing	 What are the implications for currency risk of TEK focusing its manufacturing in the US but generating most of its sales abroad? Competitors such as HP and Kodak are more geographically diversified in their sourcing. What advantages does this create for them? The case describes approaches TEK follows to minimize its international tax liability. Based on your reading and understanding of the chapter, how would you advise TEK management to reduce its taxes around the world further?
7	PART 4: FUNCTIONAL AREA	Discuss if Jaguar could be spun back into an independent brand once again. What are the limitations of such a move? Chapter 10 Closing Case Study: "International Financial Management at Tektronix" (p.307-308 from your textbook)
6	Chapter 10 Financial Management and Accounting in the Global Firm	Chapter 8 Closing Case Study: "Prowling for success: the revival of Jaguar Land Rover" (p.252-254 from your textbook) 1. How do you believe the shift of economic activity to emerging regions affects growth in advanced economies? Discuss if a reverse shift of activity is possible.
5	PART 3: THE INTERNATIONAL BUSINESS ENVIRONMENT Chapter 8 Understanding Emerging Markets	Chapter 12 Closing Case Study: "Advanced Biomedical Devices: Accessing Readiness to Export" (p.368-369 from your textbook) 1. Do you believe ABD's products are in a state of readiness to begin exporting to Europe? Why or why not? Are the products ready for exporting to emerging markets (e.g., China, Mexico, Russia)? Why or why not? 2. What factors suggest Speedheal products might enjoy demand in all types of foreign markets?
4	Chapter 12 Global Market Opportunity Assessment	 Chapter 11 Closing Case Study: "Global strategy at Lenovo" (p.340-342 from your textbook) What is strategy? How does Lenovo use strategy to success in the global marketplace? What strategies does Lenovo employ to maximize company efficiency and flexibility? What does Lenovo management do to foster organizational learning? What is the nature of Lenovo's international strategy? Is the firm's strategy primarily multi-domestic or global? Justify your answer. What advantages does Lenovo derive from the particular international strategy(s) that it pursue?
4		Chapter 11 Closing Case Study: "Global strategy at Lenovo" (p.340-342 from your textbook)

8	Chapter 14 Foreign Direct	Chapter 13 Closing Case Study: "Barrett Farm Foods: A small firm's international launch" (p.401-402 from your textbook)
	Investment and Collaborative Ventures	Why does Austrade want Australian firms to focus on exporting processed foods? Why is exporting high value-added products good for Australia?
		1. Why did Barrett choose exporting as its entry strategy for Europe, as opposed to foreign direct investment or licensing? What advantages does exporting provide to Barrett? What are the potential drawbacks of exporting for Barrett?
9		Chapter 14 Closing Case Study: "China's Going Out Strategy" (p.429-431 from your textbook)
	Chapter 16 Marketing in the Global Firm	 Analyze Chinese FDIs overall trend, and compare the case of USA and the EU. How do the two trends related one to another, if any?
		1. Over the last decade Chinese investments in the EU have been welcomed. How would you assess the EU's likely attitude to Chinese investment in the longer term?
10	Chapter 17 Human Resource Management in the	Chapter 16 Closing Case Study: "H&M: International Marketing Success Story (p.485-486 from your textbook)
	Global Firm	1. How does management at H&M use global branding and global product development to create and offer its fashions? How does the firm use marketing mix elements to market it offerings around the world?
		How does H&M strike a balance between standardization and adaptation of its marketing program? What advantages does H&M gain from standardization? From adaptation? What factors drive management to adapt offering in particular markets?
11	Daniels, Radebaugh and Sullivan, 2019, 16 th edition.	Chapter 17 Closing Case Study: "Human Resource Challenges at Sony (p.511-512 from your textbook)
	Chapter 18 (p. 537-560) Global Production	What is your view of Sony's training efforts? What steps could Sony take to improve its training in light of its multi-country operations?
	and Supply Chains	1. Sony has experienced labor relations problems in Indonesia and elsewhere. What strategies should management follow to improve labor relations? What can it do to reduce the number and severity of labor difficulties the firm might face in the future?

12	Guest Lecture	Visit the Toyota Motor Corporation (www.toyota-global.com) and click on "Company". Toyota has a complex value chain. Based on the information provided at the Web site, address the following questions:
		 What types of upstream (for example, R&D, sourcing, manufacturing) global supply chain activities does Toyota perform? What types of downstream global supply chain activities (for example, marketing, distribution, after-sales service) does Toyota perform? Identify the types of participants (mainly intermediaries and facilitators) that Toyota is likely to use at each stage of the supply chain.
13	Unit review and exam preparation	Final exam revision

Policies and Procedures

Macquarie University policies and procedures are accessible from Policy Central (https://staff.m.q.edu.au/work/strategy-planning-and-governance/university-policies-and-procedures/policy-central). Students should be aware of the following policies in particular with regard to Learning and Teaching:

- Academic Appeals Policy
- Academic Integrity Policy
- Academic Progression Policy
- Assessment Policy
- Fitness to Practice Procedure
- Grade Appeal Policy
- Complaint Management Procedure for Students and Members of the Public
- Special Consideration Policy (Note: The Special Consideration Policy is effective from 4

 December 2017 and replaces the Disruption to Studies Policy.)

Undergraduate students seeking more policy resources can visit the <u>Student Policy Gateway</u> (htt ps://students.mq.edu.au/support/study/student-policy-gateway). It is your one-stop-shop for the key policies you need to know about throughout your undergraduate student journey.

If you would like to see all the policies relevant to Learning and Teaching visit Policy Central (https://staff.mq.edu.au/work/strategy-planning-and-governance/university-policies-and-procedures/policy-central).

Student Code of Conduct

Macquarie University students have a responsibility to be familiar with the Student Code of Conduct: https://students.mq.edu.au/study/getting-started/student-conduct

Results

Results published on platform other than eStudent, (eg. iLearn, Coursera etc.) or released

directly by your Unit Convenor, are not confirmed as they are subject to final approval by the University. Once approved, final results will be sent to your student email address and will be made available in eStudent. For more information visit ask.mq.edu.au or if you are a Global MBA student contact globalmba.support@mq.edu.au

Student Support

Macquarie University provides a range of support services for students. For details, visit http://students.mq.edu.au/support/

Learning Skills

Learning Skills (mq.edu.au/learningskills) provides academic writing resources and study strategies to improve your marks and take control of your study.

- Workshops
- StudyWise
- · Academic Integrity Module for Students
- Ask a Learning Adviser

Student Services and Support

Students with a disability are encouraged to contact the <u>Disability Service</u> who can provide appropriate help with any issues that arise during their studies.

Student Enquiries

For all student enquiries, visit Student Connect at ask.mq.edu.au

If you are a Global MBA student contact globalmba.support@mq.edu.au

IT Help

For help with University computer systems and technology, visit http://www.mq.edu.au/about_us/ offices_and_units/information_technology/help/.

When using the University's IT, you must adhere to the <u>Acceptable Use of IT Resources Policy</u>. The policy applies to all who connect to the MQ network including students.

Graduate Capabilities

Capable of Professional and Personal Judgement and Initiative

We want our graduates to have emotional intelligence and sound interpersonal skills and to demonstrate discernment and common sense in their professional and personal judgement. They will exercise initiative as needed. They will be capable of risk assessment, and be able to handle ambiguity and complexity, enabling them to be adaptable in diverse and changing environments.

This graduate capability is supported by:

Learning outcomes

- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies
- Collaborate effectively with a team to write a case study report with detailed analysis of a firms situation using empirical data and research

Assessment tasks

- Group Report
- Final Examination

Discipline Specific Knowledge and Skills

Our graduates will take with them the intellectual development, depth and breadth of knowledge, scholarly understanding, and specific subject content in their chosen fields to make them competent and confident in their subject or profession. They will be able to demonstrate, where relevant, professional technical competence and meet professional standards. They will be able to articulate the structure of knowledge of their discipline, be able to adapt discipline-specific knowledge to novel situations, and be able to contribute from their discipline to inter-disciplinary solutions to problems.

This graduate capability is supported by:

Learning outcomes

- Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Appreciate the nature of international firms specifically, their strategy, organisation and nationality
- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies

Assessment tasks

- · Individual Weekly Essay
- Group Report
- Final Examination

Critical, Analytical and Integrative Thinking

We want our graduates to be capable of reasoning, questioning and analysing, and to integrate and synthesise learning and knowledge from a range of sources and environments; to be able to critique constraints, assumptions and limitations; to be able to think independently and systemically in relation to scholarly activity, in the workplace, and in the world. We want them to

have a level of scientific and information technology literacy.

This graduate capability is supported by:

Learning outcomes

- · Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Appreciate the nature of international firms specifically, their strategy, organisation and nationality
- Understand the main characteristics of the various foreign market entry strategies available to firms and the principles which govern the selection of these entry strategies
- Collaborate effectively with a team to write a case study report with detailed analysis of a firms situation using empirical data and research

Assessment tasks

- Individual Weekly Essay
- Group Report
- Final Examination

Problem Solving and Research Capability

Our graduates should be capable of researching; of analysing, and interpreting and assessing data and information in various forms; of drawing connections across fields of knowledge; and they should be able to relate their knowledge to complex situations at work or in the world, in order to diagnose and solve problems. We want them to have the confidence to take the initiative in doing so, within an awareness of their own limitations.

This graduate capability is supported by:

Learning outcomes

- Understand the principles underlying the international expansion of firms
- Comprehend the key features of international business operations on the scale, scope and pace of international business activity
- Appreciate the nature of international firms specifically, their strategy, organisation and nationality
- Understand the main characteristics of the various foreign market entry strategies
 available to firms and the principles which govern the selection of these entry strategies
- Collaborate effectively with a team to write a case study report with detailed analysis of a firms situation using empirical data and research

Assessment task

Group Report

Changes from Previous Offering

There are some major changes of this unit compare to last offer:

- 1. Change of new textbook
- 2. New tutorial activities
- 3. New assessments