

## **BUS 334Ea International Management**

**Professor**: Álvaro López Cabrales **Office**: Building 7, 3rd floor, Room 12

Email: alopcab@upo.es

Office Hours: Wednesdays 10:30-12:00 and any other previous

appointment

Course information:

Spring 2023 Mondays and Wednesdays

9:00-10:20 am

## **Course Description**

The topics to be covered include the process of internationalization of companies, alternative forms of international business and international alliances (exports, franchises, subsidiaries, licenses, strategic alliances, joint ventures...). The class also looks at environmental factors, globalization, management functions, human resources and diversity, different organizational cultures and the role of strategic business management in a globalized world.

#### **Course Goals and Methodology**

Saturday, September 7, 09.00 p.m. It is your first weekend in Seville and you decide to go out and have a nice dinner to celebrate your first experience in Spain. You enter a fancy crowded restaurant downtown and sit down...and wait...and wait some more...where is the waiter? Have they forgotten about me? Finally, they took your order and the food arrived...9.45 p.m. The food arrived, but you run out of drinks...why don't they refill me? Don't they see me? 10.15 Exhausted, you try to pay, but no one seems to care about you having your credit card on the table for 5 minutes...10.30 You storm out the restaurant thinking that you could open a restaurant here where waiters actually care about the clients and it would be a total success.

Ok, maybe the 10.30 part wasn't real, but the rest it might sound familiar to you. Let's assume that your entrepreneurial soul is reaching out, and you decide to open that restaurant. Let me give you a hint about your future. 99% chances that you will fail.

What happened? Culture happened.

In response to a survey of Fortune 1000 companies enquiring about "the biggest barrier in doing business in the world market", cultural differences ranked at the top of the list (The Guardian, September 20, 2007). The report suggested that the failure to recognize these differences was the most common cause of failure for cross- national enterprises. (Other barriers ranked were the concerns of law, price competition, information, languages, delivery, foreign currencies, and time differences.)

Members of different cultures express different values and priorities when they make and implement decisions. These values influence work relationships, whether between superior and subordinate, peers, managers in headquarters and subsidiaries, and others.



How do international managers recognize the opportunities and threats that cultural difference presents? And how do they respond?

The answers do not lie simply in learning more culture. The influence of culture is never stable and its effect on behavior can never be precisely predicted. Further, a range of other factors may intervene. These include the social and business environments, industry and organizational interests, and the personalities of the people concerned. The problem for the manager is deciding which have priority in any given situation.

Culture is SOMETIMES very significant; and on other occasions it is not, and the other factors are more so. The manager needs the skills to recognize WHEN culture is significant, to weigh its influence against that of the other factors, and then respond appropriately. (Mead, R: 2009) This course aims to equip managers with these skills.

That's why, in addition to the core topics normally discussed in international management courses (the process of internationalization of companies, alternative forms of international business and international alliances, environmental factors, globalization, management functions, human resources and diversity or the role of strategic business management in a globalized world) this class intends to introduce culture as a key factor in doing business internationally so you can make the most of your experience abroad. Welcome.

#### **Learning Objectives**

Through this course, students will:

- Understand the particularities of the business decision making in an international environment such as self-awareness, self-management, collaboration, and teamwork
- Give students the skills and the knowledge set necessary to ethically manage today's business operations for productivity and performance in an international environment.
- Develop and strengthen various emotional intelligence skills
- Engender a global perspective in all students.
- Synthesize, analyze and integrate their knowledge from across the organization and use this knowledge to provide innovative and credible solutions that provide an immediate return on investment.

#### **Required Text**

MEAD, ANDREWS. *International Management*, Fourth edition. Blackwell and Wiley, 2009.

## Complementary texts

Adler, N. 2007. International dimensions of organizational behaviour. 5th ed. Mason, OH: Thomson South-Western.



Ailon, G. 2008. Mirror, mirror on the wall: culture's consequences in a value test of its own design. The Academy of Management Review 33(4), pp. 885-904.

Barinaga, E. 2007. Cultural diversity at work: 'National culture' as a discourse organizing an international project group. Human Relations 60(2), pp. 315-340.

Bartlett, C. and Beamish, P. 2018. Transnational management: text, cases and readings in cross-border management. 8th ed. New York: McGraw Hill Irwin.

Birkinshaw, J. and Pedersen, T. 2009. Strategy and management in MNE subsidiaries. In Rugman, A.M. and Waters, L.L. The Oxford handbook of international business. 2nd ed. Oxford: Oxford University Press. pp. 367 - 388.

Hofstede, G. 2002. Dimensions do not exist: a reply to Brendan McSweeney. Human Relations 55(11), pp. 1355-1361

Hofstede, G. 2003. What is culture? A reply to Baskerville. Accounting, Organizations and Society 28(7-8), pp. 811-813.

Hofstede, G. and Ailon, G. 2009. Dialogue on mirror, mirror. Academy of Management Review. 34(3), pp. 570–573.

Kelly, P. 2009. International business and management. London: Cengage Learning.

Lasserre, P. 2017. Global strategic management. 4th ed. Basingstoke: Palgrave Macmillan.

Schneider, S.C. and Barsoux, J.L 2014. Managing across cultures. 3rd ed. Harlow: Pearson Education.

Steers, C. et al. 2016. Management across cultures: developing global competencies. 3rd ed. Cambridge: Cambridge University Press.

Thomas, C. 2017. Cross-cultural management: essential concepts. 4th ed. Los Angeles: Sage.

Verbeke, A. 2013 *International Business Strategy*, Cambridge University Press, Second edition,

#### <u>Webs</u>

- https://campusvirtual.upo.es/ On-line platform. Main class material
- www.economist.com analytical articles on world economic/political affairs
- www.eurunion.org EU guide for Americans
- www.ft.com Financial Times, international news, economy, corporate activities, shares
- www.oecd.org Organization for Economic Co-operation and Development
- www.imf.org International Monetary Fund
- www.nytimes.com World news, critical editorials



- www.worldbank.org/ World Bank
- https://www.cia.gov/library/publications/the-world-factbook/ Central Intelligence Agency: The World Fact Book
- www.undp.org United Nations Development Program
- http://geert-hofstede.com/ The Hofstede Center

## **Course Requirements and Grading**

Your final grade will be calculated according to the following system:

- Mid-term exam (20%)
- Final exam (25%)
- Final project (30%)
- Class participation (25%)

## Mid-term exam (20%)

This exam includes multiple choice questions, short questions and one essay question from chapter 1 to chapter 5 (see Course Contents section)

## Final exam (25%)

Final exam includes multiple choice questions, short questions and one essay question from chapter 6 to chapter 10 (see Course Contents section).

#### Final Project (30%)

It is a written guideline for implementing an international firm in Spain. It is made in groups of students and presented at class at the end of the semester. Three areas are assessed for the final project:

- Content: Does the project offer accurate, high quality information, interesting and synthesized in an original manner? (50%)
- Formal presentation: Is the information presented clearly and in a scholarly manner? Does the presenter use graphics, visuals and/or other supplementary materials? (30%)
- Is the presentation engaging? Does the presenter actively strive to involve the class in his/her presentation? Does she/he strive to hold the attention of the class? (20%)

### Class participation (25%)

Every week, time will be dedicated to class discussion. Quizzes or similar individual or team based assignments will be given to make sure that you are on track.

Students proactivity and participation will be positively assessed. Every time you answer a question or participate in class discussion or final projects discussion the professor will take into account your participation in order to be evaluated.



The following link contains an example of class participation assessment:

https://www.cmu.edu/teaching/assessment/examples/courselevel-bycollege/cfa/tools/participationrubric-cfa.pdf

#### **General Course Policies**

Each student is expected to be familiar with the course syllabus. Students are expected to focus their full attention on the class, arrive on time, and stay until class ends. Leaving the classroom on repeated occasions is disturbing to both your professor and your classmates and may adversely affect your participation grade. Please make use of the 10-minute breaks in between classes to fill up your water bottle, use the restroom, etc.

Students are expected to listen and respect other points of view. Phone calls, social media, email, or Internet browsing at any time during class are not acceptable during class except for specific class-related activity expressly approved by your instructor. You are responsible for any and all course material covered in class, announcements, and/or handouts if you are not present for any reason. Students will be held responsible to be up to date by attending to class regularly and checking both email and the Blackboard site of the course frequently (monitor your email and Blackboard announcements at least once every 24 hours).

<u>Communicating with instructor</u>: Please allow at least 48 hours for your instructor to respond to your emails. The weekend is not included in this timeframe. If you have an urgent request or question for your professor, be sure to send it during the week.

## **Attendance and Punctuality**

Attendance is mandatory at all classes. As we understand that you might fall ill or be unable to come to class (e.g. due to a religious holiday, a flight delay, a family wedding/reunion, a graduation, a job interview, etc.) at some point during the semester, you are allowed up to 4 absences. You will be responsible for the material covered and any work missed. You will not need to justify your absences (up to 4) in any way unless you miss an exam, a presentation, a quiz, etc. In this case, you must present a doctor's note (signed, stamped and dated) to be able to reschedule the exam, etc. It will still count as an absence but you will be allowed to retake the exam, etc. We don't encourage you to use all 4 days unless you really need them as your participation grade may suffer if you are not in class. If used unwisely and you get sick late in the semester, the following penalties will apply:

- On your 5th absence, 1 point will be taken off of your final Spanish grade
- On your 6th absence, 3 points will be taken off of your final Spanish grade
- On your 7th absence, you fail the course.

Exams missed due to an excused absence must be made up within a week of returning to classes. Talk to your professor immediately after your return.



#### COVID-19

Regarding any changes related to the COVID-19 pandemic, the procedure to follow will be in accordance with the current legislation in the region of Andalucía, Spain.

#### **Academic Honesty**

Academic integrity is a guiding principle for all academic activity at Pablo de Olavide University. Cheating on exams and plagiarism (which includes copying from the Internet) are clear violations of academic honesty. A student is guilty of plagiarism when he or she presents another person's intellectual property as his or her own. The penalty for plagiarism and cheating is a failing grade for the assignment/exam and a failing grade for the course. The International Center may also report this to your home university. Avoid plagiarism by citing sources properly, using footnotes and a bibliography, and not cutting and pasting information from various websites when writing assignments.

#### **Learning Accommodations**

If you require special accommodations, or have any other medical condition you deem may affect your class performance, you must stop by the International Center to speak to the Faculty Coordinator to either turn in your documentation or to confirm that our office has received it. <u>The deadline is February 6<sup>th</sup></u>. Her name is Marta Carrillo (mcaroro@acu.upo.es). She will explain the options available to you.

#### **Behavior Policy**

Students are expected to show integrity and act in a professional and respectful manner at all times. A student's attitude in class may influence his/her participation grade. The professor has a right to ask a student to leave the classroom if the student is unruly or appears intoxicated. If a student is asked to leave the classroom, that day will count as an absence regardless of how long the student has been in class.

#### **Course contents**

- Unit 1 International Management and Culture
- Unit 2 Analyzing Cultures: Making Comparisons
- Unit 3 Organizational Culture
- Unit 4 Formal Structures and informal Systems
- Unit 5 Globalization and Localization
- Unit 6 Planning Strategy
- Unit 7 Forming an International Joint Venture
- Unit 8 Risk and Control: Headquarters and Subsidiary
- Unit 9 Controlling by Staffing
- Unit 10 Expatriate Assignment



# **Class Schedule**

MONDAY		WEDNESDAY	
		January 25	Course Presentation
January 30	Unit 1	Feb 1	Unit 2
Feb 6	Working on activity cultural differences	Feb 8	Presentation activity cultural differences
Feb 13	Unit 3	Feb 15	Unit 4
Feb 20	Unit 5	Feb 22	Explaining Final Project
Feb 27	Working on Final Project	March 1st	Review before Mid term exam
March 6	MID TERM EXAM	March 8	Mid Term Review
March 13	Unit 6	March 15	Working on SWOT ANALYSIS
March 20	PRESENTING SWOT ANALYSIS	March 22	PRESENTING SWOT ANALYSIS
March 27	Unit 7	March 29	Unit 8
April 3	HOLY WEEK	April 5	HOLY WEEK
April 10	Working on Final Projects	April 12	Unit 9
April 17	Unit 10	April 19	Working on Final Projects
April 25	FERIA	April 27	FERIA
May 1st	LABOR DAY	May 3	Final Presentations
May 8	Final Presentations	May 10	Final Presentations and Final Review



# MAY 12 - MAY 17 Final EXAMS