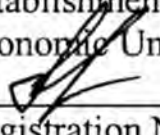


BELARUS STATE ECONOMIC UNIVERSITY
Educational Establishment

APPROVED

Rector of Educational
Establishment "Belarus State
Economic University"

 V.Y. Shutsilin
Registration No UD 3757-19 st.

INTERNATIONAL COMPETITION

Syllabus for Master's program
1-25 80 01 "Economics"

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Recommended for approval:

by the Department of Economics and Management at the Higher School of Business and Management, Belarus State Economic University (minutes # 12 from 15/05/2019)

by the Scientific and Methodological Council, Belarus State Economic University (minutes # 6 from 25.06. 2019)

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EXPLANATORY NOTE

The following syllabus supplying the academic discipline "*International Business and Competition*" is a set of structured teaching, learning and instructional resources, as well as didactic training materials, intended for use in a course of a full-time educational **Master program for the specialty 1-25 80 01 "Economics"**. This syllabus has been developed according to educational standards and the requirements applicable to higher education institution study programs, approved by the First Deputy Minister of Education, Republic of Belarus.

The increasing globalization of the market place affects all who are involved with business or who must make business decisions. Even those who are not directly involved in international business are affected in their domestic operations by international events and by the business activities of foreign entities. Therefore, it is imperative to be knowledgeable about the international business systems.

The following course on "*International Business and Competition*" introduces the concept of international business as a system and the theories which underlie it; institutions which are visual evidences of it; production, marketing, financial, legal and other subsystems which comprise the total system. It also examines national governmental and international institutional controls and constraints, which impact the environment in which the system operates.

The **objectives** of this course are

- to provide students with knowledge and skills required to be able to participate in international business;
- to support students in building up the major skills and competencies in leading an international enterprise;
- to educate students on challenges created by an international competitive environment;
- to teach students develop strategic and tactical thinking in developing the core competencies of an international enterprise.

While following this course the students **will acquire knowledge on:**

- Economics and politics of international trade
- Mechanics of international financial transactions permitting the initiation and settlement of trade
- Accounting systems that allow countries to monitor & manage the transfer of resources & capital
- Trade Agreements and globalization
- NAFTA and World Trade Organization (WTO)
- Main institutions and intermediaries which facilitates the flow of resources
- The global environment and its people, in terms of opportunities for new markets and outlets for goods and services

- Ethical issues confronting the international business community

Upon successful completion of this course, students **will be able to:**

- Analyze the role and impact of international business on national economic development.
- Explain how the economic, political/legal, and financial environments affect international business operations.
- Discuss how cultural and behavioral differences influence countries business practices, and how these differences can be addressed using appropriate strategies.
- Discuss international trade theory and how government and business decisions influence international trade.
- Assess the effects of current regional trade agreements and economic integration on developing countries.
- Discuss how environmental differences support or complicate marketing, export and import strategies.

Instructional Methodology will include a combination of lectures, class discussions, presentations and case studies. Students are encouraged to share relevant articles etc. Students are expected to do all reading assignments before class. All assignments are to be handed up in hard copy. No exceptions will be made. Reading all the international newspapers and listening to the news is a requirement of this class. Students are expected to be alert for all matters involving international business and globalization. This class involves more than just reading and showing up for lectures; much of the learning will emanate class discussions so do not just show up for class, read, show up and participate. The quality of the student's input to class discussions will determine how much of the remaining balance s/he will receive.

The study program for the discipline "*International Business and Competition*" consists of 64 hours of class work, including 32 hours of lectures and 32 hours of seminars. The final assessment method - examinatio

COURSE CONTENT

Topic 1. International Business and Globalization.

The forces driving globalization. Factors in increased globalization. The costs of globalization. Threats to national sovereignty. Environmental stress . Growing income inequality and personal stress. Why companies engage in international business. Expanding sales. Acquiring resources. Reducing risk. Modes of operations in international business. Merchandise exports and imports. Service exports and imports. Investments. Types of international organizations. Why international business differs from domestic business. Physical and social factors. The competitive environment.

Topic 2. The International Business Environment.

The Political Environment. Political Trends in Political Ideologies. Political Risk. Classifying Political Risk. The Legal Environment. Types of Legal Systems. Trends in Legal Systems. Legal Issues in International Business. Operational Concerns. Strategic Concerns. Country Characteristics. Intellectual Property. The Basis of Political and Legal Differences. Economic Circumstances. Cultural Orientation. The Potential for Cross-National Convergence. International Economic Analysis. Types of Economic Systems. Assessing Economic Development, Performance, and Potential. Measures of Economic Performance. Economic Analysis: Inflation, Unemployment, Debt. Income Distribution, Poverty. The Balance of Payments. Elaborating Economic Analysis with Global Indices. Nontariff Barriers: Quantity Controls. Dealing with Governmental Trade Influences. Tactics for Dealing with Import Competition. WTO. Trade agreements.

Topic 3. The Process and Organization of Internationally Competitive Business.

General environment. Environmental scanning. PESTLE analysis. Company and Management Orientations. Competitive superiority. The propensity to internationalize. Modes of entry. Industrial analysis. Industry-based considerations. Porter's Five Forces Model of Competitive Advantage. Bargaining power of suppliers. Barriers to entrée. Bargaining power of buyers. Threat of substitute products. Rivalry among competitors. Competitive environment.

Topic 4. Strategies for International Business.

Environmental Scanning Versus Detailed Analysis. Opportunities: Sales Expansion. Opportunities: Resource Acquisition. Risks. Collecting and Analyzing Data. Some Problems with Research Results and Data. External Sources of Information. Internally Generated Data. Country Comparison Tools. Grids. Matrices. Allocating Among Locations. Alternative Gradual Commitments. Geographic Diversification Versus Concentration. Reinvestment and Harvesting. Non-comparative Decision Making. Global integration. Local responsiveness. Pressures for Global Integration. Pressures for Local Responsiveness. Global strategy. Multidomestic strategy. Transnational strategy. International strategy.

Topic 5. International Business Planning.

Industry Structure. Industry Change. Perspectives on Strategy. Approaches to Value Creation. The Firm as Value Chain. Managing the Value Chain. Configuration. Coordination. Change and the Value Chain. Decisions in international business planning. A spectrum of global strategic planning. Corporate headquarters role in global strategic planning. SME and MNE business planning. Top-down planning. Culture and international business.

Topic 6. Marketing in International Business.

International Marketing Strategies. Marketing Orientations. Segmenting and Targeting Markets. Product Policies. Products Alterations. Potential Obstacles in International Pricing. Promotion Strategies. Problems in International Promotion. Worldwide Brand Versus Local Brands. Distribution Strategies. Deciding Whether to Standardize. Self-Handling or Not? Distribution Partnership. Distribution Challenges and Opportunities. E-Commerce and the Internet. Managing the Marketing Mix. Gap Analysis.

Topic 7. Global Production (Operations) and Supply Chain Management.

Global Supply Chain Strategies. Factors in Supply Chain Strategy. Supplier Networks. Global Sourcing. Major Sourcing Configurations. The Make-or-Buy Decision. Supplier Relations. The Purchasing Function. Information Technology and Global Supply-Chain Management. Electronic Data Interchange (EDI). Enterprise Resource Planning/Material Requirements Planning. Radio Frequency ID (RFID). E-Commerce. Quality. Zero Defects. Lean Manufacturing and Total Quality Management (TQM). Six Sigma.

Quality Standards. Foreign Trade Zones. General-Purpose Zones and Subzones. Transportation Networks.

Topic 8. Trading Internationally: Export and Import Practices.

Characteristics of Exporters. Profitability. Productivity. Diversification. Export: Initiation and Development. Sequences and Increments. Born Globals. The Wildcard Role of Serendipity. Approaches to Exporting. Importing. Characteristics of Importers. International Business Expertise. Trade Documentation. Resources and Assistance: Government Agencies. Export Intermediaries. Customs Brokers. Freight Forwarders. Third-Party Logistics. An Export Plan. Countertrade. Costs. Benefits.

Topic 9. Building an International Work Force.

Human Resource Management. HRM and the Global Company. Strategizing HRM. Trends in Expatriate Assignments. Cost Considerations. The Enduring Constant. Staffing Frameworks in the MNE. The Ethnocentric Framework. The Polycentric Framework. The Geocentric Framework. Managing Expatriates. Expatriate Selection. Expatriate Assessment and Preparation. Compensating Expatriates. Repatriating Expatriates. Managing Repatriation. Expatriate Failure.

Topic 10. International Accounting, Taxation and Financial Management.

Players on the Foreign-Exchange Market. Global OTC Foreign Exchange Instruments. Major Foreign-Exchange Markets. The Foreign-Exchange Trading Process. The International Monetary Fund. The Global Financial Crisis and the IMF. Determining Exchange Rates. Non-intervention: Currency in a Floating-Rate World. Intervention: Currency in a Fixed-Rate or Managed Floating-Rate World. Black Markets. The Crossroads of Accounting and Finance. Cultural Differences in Accounting. International Standards and Global Convergence. Mutual Recognition Versus Reconciliation. International Financial Issues. The Finance Function. Taxation of Foreign-Source International Tax Practices.

Topic 11. Personal Career in International Business.

International relations. Managing international company. Born globals. Becoming an expatriate. International assignments. Developing internationally oriented resume. Personal SWOT analysis.

COURSE STRUCTURE

« INTERNATIONAL BUSINESS AND COMPETITION »

Topic №	Lecture/workshop subject	The amount of study hours						Study materials	Assessment
		Lecture	Workshop	Seminar	Practice	Supervised self-study			
						lectu re	work shop		
1	2	3	4	5	6	7	8	9	10
	International business and competition (64 hours)	32	32						
	Topic 1. International Business and Globalization.								
1	The nature and main forms of international business. Globalization: definitions, drivers, players. The Multinational Enterprises. Intensification of international competition.							[1-5]	quiz, group discussion, case analysis
	Topic 2. The International Business Environment.								
2	Political and economic systems in global world. Economic integration. International trade restrictions. International culture. Country risks in international business							[1-5]	quiz, group discussion, case analysis
	Topic 3. The Process and Organization of Internationally Competitive Business.								

3	Porter's theory of International competitive advantage. The propensity to internationalize business. A comprehensive model of foreign market entries. Mergers and acquisitions as models of international business.	4	4			4	4	[5-6]	quiz, group discussion, case analysis
	Topic 4. Strategies for International Business.								
4	Types of strategies. Global strategic planning. Strategic plan features, implementation facilitators and performance measures.	4	4			4	4	[1-5]	quiz, group discussion, case analysis
	Topic 5. International Business Planning.								
5	Business plan for international company. Business planning cycle. The strategy development process. Planning in international business.	4	4					[2]	quiz, group discussion, case analysis
	Topic 6. Marketing in International Business.								
6	Types of international marketing strategies. Benchmarking the competition. Prices policy. Environmental constraints of marketing mix.	4	4					[1-5]	quiz, group discussion, case analysis
	Topic 7. Global Production (Operations) and Supply Chain Management.								
7	Options for operating internationally. Reasons for sourcing globally. Supply chain managing and networking. Global manufacturing systems. Global logistics.	4	4					[1-5]	quiz, group discussion, case analysis
	Topic 8. Trading Internationally: Export and Import Practices.								
8	Export/Import contractual obligations. Methods of payment. Modes of transport. Export procedures. Import procedures. Export business plan.	4	4					[1-5]	quiz, group discussion, case analysis

	Topic 9. Building an International Work Force.								
9	Importance of skill – building. Human resource management in international company. Recruitment issues for SME.	4	2					[7]	quiz, group discussion, case analysis
	Topic 10. International Accounting, Taxation and Financial Management.								
10	International accounting. International finance management. Capital structure of international company. Foreign exchange risk management. Taxation in international business.	4	2			4	2	[2-3]	quiz, group discussion, case analysis
	Topic 11. Personal Career in International Business.								
11	Self-assessment techniques. Resources for personal carrier searching in international business. Competitive job searching in international business. Becoming expatriate issues.	-	2				2	[2]	exercise, group discussion
	Individual project presentations		2						presentations

INDIVIDUAL ASSIGNMENTS

1. What is the role of the MNE's in different political/economic systems?
2. Explain the political structure of the country of your choice. What type of economic system exists in this particular country?
3. How does the foreign influence short-term and long-term agreements?
4. Explain the main policies of currency exchange rate establishment implemented to regulate the main world currencies.
5. Explain the forecasting methods of currency rate fluctuations.
6. Explain the correlation between currency rates and business decision making.
7. Explain the main forms of regional economic integration.
8. Compare the different stages of integration process.
9. Characterize modern trade agreements and their latest tendencies.
10. Analyze the goals of a MNE (of instructor's choice).
11. What are the main problems related to the evaluation of MNE's operations?
12. Determine the aspects of MNE's most critical activities.
13. Illustrate how the interests of the local government and MNE's might overlap.
14. Explain the positions of local governments and MNE's in relation to intellectual property claims.
15. Explain the main aspect of global manufacturing.
16. What are the main differences of various sourcing options?
17. Explain the main aspects of export and import practices.
18. Explain how the company chooses its mode of operation on a global market.
19. Discuss the main forms of MNE's successful operations management.
20. Explain international strategic planning.
21. Analyze the main variables a company needs to focus on in pursue of an internationalization.
22. Identify pro's and con's of corporate level decision making for MNE.
23. Describe the alternative organizational structures of MNE's.
24. Explain the market size evaluation approaches.
25. What should MNE's consider to perform proper financial management and taxation.

RECOMMENDED COURSE READING

Main literature

- 1 Daniels, J.D., Radebaugh, L.H., and Sullivan, D.P. International Business, 16th ed. Harlow: Pearson, 2015 – 876 p.
- 2 Charles W.L. Hill, G.Tomas M. Hult International Business. Competing in the Global Marketplace, 12Edition. – N.Y.: Mc. Graw Hill, 2019 – 675p.
- 3 Robert Hoskisson, Michael Hitt, Duane Ireland. Competing for Advantage. Mason Thomson South - Western, 2004 - 395 p.
- 4 Frank T. Rothaermel Strategic Management, 3rd Edition.- N.Y.: Mc. Graw Hill, 2017. – 793p.
- 5 Dowling, P., Festing, M., Engle, S. International Human Resource Management , 6th ed., Cengage Learning, 2013 -342 p.
- 6 Wall, S., S.Minocha, and B. Rees. International Business, 4th ed., Harlow: Pearson Education Limited, 2015– 416 p.

Additional literature:

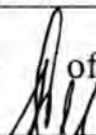
- 7 Hodgetts, R.M., 1993, Porter's diamond framework in a Mexican context, Management International Review, 33(2), pp.41-54.
- 8 Rugman, AM. and D'Cruz, J.R. (1993) The 'double diamond' model of international competitiveness: the Canadian experience, Management International Review, 33 (2), pp.73-93.
- 9 Dunning, J.H. and Lundan, S.M., 2008 Multinational Enterprises and the Global Economy, 2nd edition, Cheltenham: Edward Elgar. Jones, G., 2005, Multinationals and Global Capitalism: From the Nineteenth Century to the Twenty-First Century, Oxford: Oxford University Press.
- 10 Dickman M., C. Brewster e P. Sparrow, International Human Resource Management. An European perspective, Routledge, 2008
- 11 Hill, W. L. Charles. (2009). International Business: Competing in the Global Marketplace, Seventh Edition, Ch1, McGraw.
- 12 Hofstede, G., 2005, Cultures and Organizations: Software of the Mind, 2nd edition, London: McGraw Hill.
- 13 Johanson, J., & Vahlne, J. E. (2009). "The Uppsala internationalization process model revisited: from liability of foreignness to liability of outsidership", Journal of International Business Studies, 40(9): 1411-1431.
- 14 Gil, A. Nakos, G. Brouthers, L. E. (2006). "Country-specific Strategy and New Venture Formation in Central and East Europe," International Business Review, 15(1), pp. 1-13.

Web-sources:

Department of Economics and Management
International Business and Competition
Krichevsky S. Yu., Ph.D, Matskevich A.V., MA

- 1 <http://www.wikiwealth.com/company> - WACC calculations, prices per share, company value, investment analysis.
- 2 <http://www.cfin.ru/business-plan/> - Corporate management on-line. Business planning.
- 3 <http://www.wto.org> – World Trade Organization official Web-page.
- 4 <http://www.weforum.org> – World Economic Forum official Web-page.
- 5 <http://www.oecd.org> – Organization for Economic Co-operation and Development official Web-page.
- 6 <http://www.eisa.org.uk> – Enterprise Investment Scheme Association official Web-page
- 7 <http://www.Unctad.Org/wir/> -UN Conference on Trade and Development
- 8 <http://www.undp.org/hdr2001/> – UN Development Program

Protocol of program endorsement

Name of the course, which is connected with this course	Competent department	Department proposals of changes in course program structure	Department decision (minutes, number and date)
Strategic management	Department of Organization and Management	No any proposals 	N 13 ¹⁵ .05.2019

Changes in program
for 2019/ 2020year

№	Changes	Reason
	No any of changes	

Work program is reviewed and approved by Department
_____ (minutes № __ from _____ 2019).

Head of Department

Signature

Name

Approved:

Director of Institute of Masters Programs:

Signature

Name

Date