**Global Business Strategy and Policy, 2016 Syllabus**

**(2018. 2. 6 version)**

Time: Intensive classes from July 24 to 27

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**Objectives**

This course covers some essentials on “global business”, such as global strategy, strategic alliance (JV with local companies) and marketing strategy. The course is organized by combining lectures on theory, case method teaching and guest speaker talks to foster students’ problem solving abilities in a real business world. In addition, a focus is put on emerging economies, particularly China and India. In order to facilitate effective interactive process in case based teaching, a number of enrolled students could be restricted to around 40 students. In this process, students in the TMI departments as well as those in TMI sub-major have some priority. **Those who want to enroll in this class are supposed to send your e-mail with name, student number, department name with grade to Ms. Abe (secretary to prof. Motohashi,** **abe@tmi.t.u-tokyo.ac.jp****) by July 1.**

**Lecture Items**

* Trend and importance of global business in emerging economics
* Global strategy, IR Grid, AAA framework
* Strategic alliance, joint venture with local firms
* International marketing
* Government as a partner in case of infrastructure business

**Goal to be achieved**

* Understanding analytic framework of global business strategy
* Understanding management of joint venture with local firms
* Learning theory and practice of international marketing
* Understanding a local business context, particularly in China and India

**Text and References**

* *Global Business Strategy: Multinational Corporations Venturing into Emerging Markets* by Kazuyuki Motohashi, 2015 Springer Texts in Business and Economics This textbook contains case studies which are used in the class. Open access version of this textbook can be downloaded at the following site http://link.springer.com/book/10.1007%2F978-4-431-55468-4
* Japanese textbook is also available to facilitate Japanese students’ involvements in this class. 『グローバル経営戦略』（元橋一之、東京大学出版会）
* In addition, power point files used in lecture will be uploaded at prof. Motohashi’s home page. ([http://www.mo.t.u-tokyo.ac.jp/](http://www.mo.rcast.u-tokyo.ac.jp/), Go Education-> Global Business)

**Grading:**

Made by weighted average of the following items

* Class Participation：30%
* Case Write Up: 40％（20％ each）
* Group work + presentation：30％

**What is case write up ?**

* A student is required a writing up (2 pages with reasonable font size), corresponding to the questions for each case material. Please see the attachment for the questions.
* You have to pick up two cases for your favorite out of 4 cases delivered in the class and your write-ups should be hand in TMI administration office (Engineering Building No. 3, 2nd floor) before July 31.

**Group work assignment**

* Suppose you are assigned as a member of international division of multinational corporation, and asked by your boss about studying the potentiality of new business in India. Please build up your new business plan.
* Grading of this project is made by ppt file and oral presentation at the last class. (No report is required).
* Detail instructions will be given in the course.

**Schedule**

Globalization concept and business strategy

**July 24 8:30-10:15:　Global business strategy for emerging economies (Lecture)**

（Chap1-Chap3, 日本語テキスト：第１章、第2章）

* Organization, process of this course
* What is business strategy? Global strategy?
* China: Factory or Market?
* Great distance, threats or opportunities? (CAGE and AAA)

**July 24 10:25-12:10 Innovation and Entrepreneurship in China (Lecture by Guest Speaker)**

Prof. Dang Jiangwei, Assistant Professor, University of International Business and Economics, Beijing China

**July 24 13:00-14:45: Business and political environment in China and India (Exercise)**

（Chap 4, 日本語テキスト：第3章）

Based on the background document provided at the class, discussion about the following questions will be proceeded.

* India: factory or market? Please provide at least one example in each Quadrant of factory or market matrix.
* Pick up one industry of your favorite. Discuss attractiveness in India over China by CAGE framework.

**July 24 14:55-16:40: Innovation and Entrepreneurship in India (Lecture by Guest Speaker) via Skype (Indian time, 11:25-13:10)**

**Prof. Chirantan Chatterjee**

Assistant Professor, India School of Business

**July 24 16:50-18:35 :** Technology Management Strategy (Lecture)

（Chap5, 日本語テキスト：第4章）

* What is “service model”, and why?
* Product architecture and technology catching up
* Complex system and difficult to imitate business model
* Introduction to the case “Neemrana Industrial Park”

**July 25 8:30-10:15 Business Development in India (Case 1)**

（Chap 6, 日本語テキスト：第5章）

TMI case material: Neemrana Industrial Park

Organization of Global Business Operation

**July 25 10:25-12:10： Government as a partner (alliance management in global business) (Lectore)**

（Chap 7, 日本語テキスト：第6章）

* Globalization by green field entry (wholly owned) or JV
* Risk analysis of global business
* Introduction to infrastructure business (export)
* Understanding PPP and importance of business modeling

**July 25 13:00-14:45 Costs and benefits of joint venture (Case 2)**

（Chap 8, 日本語テキスト：第7章）

TMI case material: Hitachi Construction Machinery in China

Global Innovation and Marketing

**July 25 14:55-16:50 Global R&D Management (Lecture)**

（Chap 11, 日本語テキスト：第10章）

* Conceptual framework to understand international R&D
* R&D of Japanese firms in China
* New concept for innovation for emerging markets, such as reverse innovation
* Introduction to Suzuki, India case

**July 25 16:45-18:35 Guest Speaker for Nissan’s India R&D**

**Mr. Hiroki Sasaki**

General Manager, Nissan Product Department, Department No. 1, Nissan Motor Co., Ltd. (former senior VP of Renaut Nissan Technology and Innovation Center India)

**July 26 8:30-10:15 International Marketing (Lecture)**

（Chap 9,　日本語テキスト：第8章）

* Introduction to marketing strategy
* Marketing 4P
* Not so good market (volume zone)
* Fortune at the bottom of the pyramid
* Introduction to the case of Shiseido, China

**July 26 10:25-12:10：International Marketing (Case 3)**

（Chap 10, 日本語テキスト：第9章）

* TMI case material: Shiseido’s Marketing in China

**July 26 13:00-14:55 Japanese company’s success story in India (Case 4)**

（Chap 14, 日本語テキスト：第12章）

TMI case material: Suzuki Motors in India

Group work and presentation

**July 27 16:40 Group work presentation starts (- around 19:00)**

Appendix: Case Material Questions

Case 1: Neemrana Industrial Park

1. Neemrana Industrial Park has been developed by cooperation of Japanese and Indian governments. What are reasons why both side of governments helped to develop this industrial park?
2. What are risks associated with investment in production sites in India? What are benefits located in Neemrana Industrial Park, in terms of lowering these risks?
3. How do you see the Smart Factory Concept at Neemrana Industrial Park in terms of new business models in India? Discuss three types of plans (electric power, water treatment, and logistics) separately,
4. Do you have any recommendation in new business in India? What kind of business will be successful? You can extend a scope of your industry, not only in manufacturing, but also to trading companies, banks and logistics business.

Case 2: Hitachi Construction Machinery China

1. List merits and demerits of joint venture over wholly owned subsidiary in globalization.
2. At the dissolution of joint venture, Mr. Zhong (mayor of Hefei city) said “You are now free to make your way in the market without any hindrance, but you will find it difficult” (P.126) . What did he mean for “difficult”?
3. In a stiff competition with other foreign and local companies, what kind of strategy should Hitachi take?
4. In terms of global operation of Hitachi Construction Machinery, should they focus on Chinese operation? Or, should they diversify their operation, such as new investment in India?

Case 3: Shiseido China

1. Is China is important for Shiseido? Evaluate based on Shiseido’s domestic and global operation statistics
2. List merits and demerits of operating in China, as compared to operations in US and Europe
3. Characterize Shiseido’s marketing strategy in China. Take Urara as an example, and discuss its targeted customer and marketing 4P. Do they have a consistent story?
4. Compare Shiseido’s marketing in China with those of US and European mega players such as l’Oreal and P&G. It is better to keep such strategy, when Shiseido competes with them in Chinese market?

Case 4: Murti Suzuki India

1. Why do you think Suzuki has succeeded in India?
2. Analyze India’s automobile market by Porter’s five force framework, and discuss Suzuki’s strategy to keep its top position.
3. Suzuki has a plan to have R&D center in India. Why? Is it necessary?
4. Do you have any suggestions to Mr. Osamu Suzuki, president and CEO of Suzuki, on India business?