

# **Course Syllabus Strategy**

August - December 2018

**Term IX** 

**Professor** 

Marco Ríos-Pita

#### I. General Course Information

Course : Strategy Code : 0479
Previous Courses : Leadership & People Direction Semester: 2018-II

General Administration Cycle : IX

Credits : 3 Quarter : 2018-II

## **II. Summary**

The course is orientated to develop business skills for the execution of processes related to strategy formulation and implementation, focusing and aligning business forces to achieve a competitive position, and business turnover. Includes the concepts of business strategy, strategic planning, mission, vision, formulation and implementation process, strategy assessment, using models and business tools

## **III.** Course Objectives

The objective of this course is to motivate students to think strategically in different business situations and to develop business skills and competences. The course introduces the students to a framework of value creation and develops concepts that are key to analyze the competitive environment of a company, its internal strengths and weaknesses and competitive position. Students are expected to apply the strategy concepts introduced in the course. Another objective is to be able to formulate, but also to critically analyze various business strategies.

Finally, students will be able to develop strategies and participate in the strategic planning process in a middle, large and multinational enterprise in any industry including the law sector.

# IV. Learning Results

- Understand the nature of strategic competitiveness and develop the ability to analyze
  the competitive environment facing a firm, assess the attractiveness of the industry
  and isolate potential sources of competitive advantage and disadvantage.
- Design & understanding of the most important business models in today's industries and markets.
- Develop business level strategies by defining the type of advantage sought, scope of operations and activities required to deliver the chosen strategy. Assess the likely sustainability of firm strategies and competitive positions.
- Create capabilities and competences in competitive strategy.
- Formulate corporate strategies including diversification and integration.
- Increase awareness of the opportunities in Peruvian industries, building strong business skills to create business executives and entrepreneurs.
- Consider how to effectively implement plans within the constraints imposed by the complex behavior of individuals within organizations.

## V. Methodology

The use of academic papers, business cases, and practical application of the knowledge. Students will analyze strategy papers, discuss cases and personalize strategy in real market situations. Business English language will be enhanced by promoting student participation in discussions, presentations, and written papers.

The most important international and local journals in strategic management will be included as a daily mean of debate in class to drive strong interaction and active class room context. A final group project will be presented in the last part of the course, oral and written work will be assessed.

#### VI. Assessment

The course assessment is continuous to enhance academic performance. Final result is the average of Continuous Assessment (50%), Midterm exam (20%), Final exam (30%). Continuous Assessment includes the result of Reading Tests, Qualified Assessments, cases, homework, student participation and a final strategy project(written and oral presentation)

CONTINUOUS EVALUATION SCHEME (PEP) 50%					
Evaluation Mode	Description	Weight (%)			
Reading Tests	4 Reading Quizzes (lowest grade dropped)	1	5		
Business Cases	4 group business cases	20	0		
Qualified Assessment	2 General Evaluations (PCs)	15	15		
Group Project	Final Strategy Group Project	20			
Other Assessments	Cases, homework, classwork, and class participation	15			

The Final Average Grade (PF) is the result of:

$$PF = (0.20 \times EP) + (0.50 \times PEP) + (0.30 \times EF)$$

# VII. Course contents

WEEK	CONTENTS	ASSESSMENT
<b>1°</b> August 20 <sup>th</sup> - 25 <sup>th</sup>	<ul> <li>INTRODUCTION TO STRATEGIC MANAGEMENT</li> <li>What is Strategy?</li> <li>Strategic management</li> <li>Strategic competitiveness</li> <li>Strategic management process</li> <li>Hill &amp; Jones. Strategic Management. Chapter 1.</li> <li>What is Strategy? Michael Porter, HBR.</li> </ul>	Group Business Case #1 hand out: Uber: 21st Century Technology confronts 20th Century Regulation Groups formation
<b>2°</b> August 27 <sup>th</sup> to September 01 <sup>st</sup>	<ul> <li>THE EXTERNAL ENVIRONNMENT</li> <li>Opportunities and threats</li> <li>The external environment</li> <li>Macro environment (PEST Analysis)</li> <li>Hill &amp; Jones. Strategic Management. Chapter 2.</li> <li>Reinventing your Business Model. Mark W. Johnson, Clayton M. Christensen, &amp; Henning Kagermann, HBR.</li> </ul>	READING QUIZ #1 Weeks 1-3
<b>3°</b> September 03 <sup>rd</sup> - 08 <sup>th</sup>	EXTERNAL ANALYSIS: THE STRUCTURAL ANALYSIS OF INDUSTRIES  • Micro environment - Industry Environment • Porter's Five Forces Model • Industry competitive structure (strategic groups) • Industry Life-Cycle Analysis  Hill & Jones. Strategic Management. Chapter 2.	Case Discussion #1
4° September 10 <sup>th</sup> - 15 <sup>th</sup>	<ul> <li>The five competitive forces that shape strategy, Michael Porter.</li> <li>INTERNAL ANALYSIS OF THE ORGANIZATION</li> <li>Resources</li> <li>Capabilities</li> <li>Core Competencies</li> <li>Competitive Advantage</li> <li>The Value Chain</li> <li>COMPETITIVE ADVANTAGE AND FUNCTIONAL-LEVEL STRATEGIES</li> <li>Competitive advantage and functional level strategies</li> <li>Superior Efficiency</li> <li>Superior Quality</li> <li>Superior Innovation</li> <li>Superior Customer Responsiveness</li> <li>Hill &amp; Jones. Strategic Management. Chapters 3 &amp; 4.</li> <li>The core competence of the corporation, C.K. Prahalad and Gary Hamel, HBR.</li> <li>Blue Ocean Strategy, Chan Kim &amp; Renee Mauborgne, HBR</li> </ul>	Group Business Case #2 hand out: Apple and its suppliers: Corporate Social Responsibility  READING QUIZ #2 Week 4

5°	STRATEGIC ACTIONS: STRATEGY FORMULATON BUSINESS-LEVEL STRATEGY  Customer relationships Cost leadership Differentiation Focused strategy Integrated cost-leadership/differentiation strategy  STRATEGIC ACTIONS: STRATEGY FORMULATON RIVALRY AND COMPETITIVE DYNAMICS	Case Discussion #2 Group Business Case Optional & Presentation:
September 17 <sup>th</sup> - 22 <sup>nd</sup>	<ul> <li>Model of competitive rivalry</li> <li>Competitor analysis</li> <li>Drivers of competitive behavior</li> <li>Competitive rivalry</li> <li>Strategic and tactical actions</li> <li>Competitive dynamics</li> </ul>	A Maestro without Borders: How André Rieu Created the Classical Music Market for the Masses
	Hill & Jones. Strategic Management. Chapter 5. Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chapter 4. Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chapter 5.	
6° September 24 <sup>th</sup> - 29 <sup>th</sup>	STRATEGIC ACTIONS: STRATEGY FORMULATON RIVALRY AND COMPETITIVE DYNAMICS  • Model of competitive rivalry • Competitor analysis  Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chapter 5.	GENERAL EVALUATION #1 Weeks 1-5
<b>7°</b> October 01 <sup>st</sup> - 06 <sup>th</sup>	STRATEGIC ACTIONS: STRATEGY FORMULATON RIVALRY AND COMPETITIVE DYNAMICS  • Drivers of competitive behavior • Competitive rivalry • Strategic and tactical actions • Competitive dynamics  Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chapter 5.	End of Course Group Project – Preliminary
8° October 08 <sup>th</sup> - 13 <sup>th</sup>	MIDTERM EXAM WEEK	
9° October 15 <sup>th</sup> - 20 <sup>th</sup>	STRATEGIC ACTIONS: STRATEGY FORMULATON CORPORATE LEVEL STRATEGY  Increasing Profitability Through Diversification Reasons for diversification Types of Diversification Limits and disadvantages of Diversification Hill & Jones. Strategic Management. Chapter 10. Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chapter 6.	Group Business Case #3 hand out:     AccordHotel's     Digital     Transformation: A     Response to     Hospitality     Disruptor Airbnb

	STRATEGIC ACTIONS: STRATEGY FORMULATON MERGER AND ACQUISITION STRATEGIES		
10° October 22 <sup>nd</sup> - 27 <sup>th</sup>	<ul> <li>Mergers</li> <li>Acquisitions</li> <li>Reasons for mergers and acquisitions</li> <li>Challengers for mergers and acquisitions</li> </ul>	READING QUIZ #3 Weeks 9-10	
	Hitt, Ireland, & Hoskisson. Strategic Management: competitiveness and globalization. Chap. 7		
	STRATEGIC ACTIONS: STRATEGY FORMULATON INTERNATIONAL STRATEGY		
11° October 29 <sup>th</sup> to November 03 <sup>rd</sup>	<ul> <li>Identification of international opportunities</li> <li>Benefits of international strategy</li> <li>International strategies</li> <li>Entry modes</li> <li>Risks in an international environment</li> <li>Strategic competitiveness outcomes</li> <li>Challenges of international strategies</li> <li>Hill &amp; Jones. Strategic Management. Chapter 8.</li> <li>Hitt, Ireland, &amp; Hoskisson. Strategic Management: competitiveness</li> </ul>	Case Discussion #3	
	and globalization. Chapter 8.  STRATEGY AND TECHNOLOGY		
<b>12°</b> November 05 <sup>th</sup> - 10 <sup>th</sup>	<ul> <li>Technical Standards and Format Wars</li> <li>Strategies for winning a Format War</li> <li>Costs in High-Technology Industries</li> <li>Digitalization</li> <li>Capturing First-Mover Advantages</li> <li>Technological Paradigm Shifts</li> </ul>	Group Business Case #4 hand out: Tesla, Inc.  GENERAL EVALUATION #2 Weeks 9-11	
	Hill & Jones. Strategic Management. Chapter 7		
	ORGANIZATIONAL STRUCTURE AND CONTROLS		
	<ul> <li>Organizational structure</li> <li>Controls</li> <li>Business metrics</li> <li>Balanced Scorecard</li> </ul>		
13°	STRATEGY AND PERFORMANCE	READING QUIZ #4	
November 12 <sup>th</sup> - 17 <sup>th</sup>	Successful strategy execution     Strategy and great performance    Using Strategic Management Chapters 11 8 12	Week 13 Case Discussion	
	Hill & Jones. Strategic Management. Chapters 11 & 12.  Using the Balanced Scorecard as a Strategic Management System, Robert S. Kaplan & David P. Norton, HBR	#4	
	The Secrets of Successful Strategy Execution, Gary L. Neilson, Karla L. Martin & Elizabeth Powers, HBR  Turning great Strategy into Great Performance, Michael C.		
	Mankins, & Richard Steele, HBR  Choosing strategies for change. Philip Kotler, HBR		
	<u> </u>		

14° November 19 <sup>th</sup> - 24 <sup>th</sup>	BUSINESS FUTURE TRENDS & ENVIRONMENT IN PERU: THE PERUVIAN MARKET  Doing business in Peru Peruvian business versus global business Understanding the forces that drive the economy & market Peruvian corporations Cases	SUBMITTAL OF COURSE PROJECT
15° November 26 <sup>th</sup> to December 01 <sup>st</sup>	COURSE PROJECT PRESENTATIONS	20 min. max. per group
16° December 03 <sup>rd</sup> – 08 <sup>th</sup>	FINAL EXAM	

## VIII. Bibliography

- Hill, C.W. & Jones, G. (2010). *Strategic Management*. United States: Southwestern Cengage Learning.
- Hitt, M.A., Ireland, R.D., & Hoskisson, R.E. (2015). Strategic Management: competitiveness and globalization. United States: CENGAGE LEARNING.
- David, F. (2015). Strategic Management). United States: Pearson Education Inc.
- Hamel, G. (1996). Strategy as Revolution. Harvard Business Review, 69-82.
- On Strategy. (2011). Harvard Business Review. United States. Harvard Business Review.
- Hrebiniak, L. (2005). *Making Strategy Work: Leading effective execution and Change*. United States: Pearson Education.
- Johnson, G., Whittington, R., & Scholes, K. (2011). *Exploring Strategy*. England: Pearson Education Limited.
- Kaplan, R.S. & Norton, D.P. (2004). Strategy Maps. Strategic Finance, 27-35.
- Kotler, P. (2008). Choosing strategies for change. Harvard Business Review, 1-10.
- Montgomery, C. & Porter, M. (1991). Strategy. United States: The Free Press.
- Porter, M. (1998). Competitive Strategy, United States: The Free Press.
- Prahalad, C.K. & Hamel, Gary (1990). The core competence of the corporation.
   Harvard Business Review, 79-90.
- Spulber, D. (2007). Global Competitive Strategy. United States: Cambridge University Press.

#### IX. Professor

Marco Ríos Pita Ruiz mriospita@esan.edu.pe