

# [Effect of culture in business](https://assignbuster.com/effect-of-culture-in-business/)

[Art & Culture](https://assignbuster.com/essay-subjects/art-n-culture/)

Globalizationis defined as this interdependency of transportation, distribution, communication, and economic networks across international borders" (Gibson, Evangelic, Donnelly, & Kankakee, 2012, p 57). Each firm has their own organizationalculture. According to Helloing, Slouch and Woodman (2001 ), organizational culture represents a complex pattern of beliefs, expectations, values and behaviors shared by organizational members.

The knowledge of the culture In which an employee is working Is crucial. " In a dynamic and fast changingenvironmentthe inter and Intra organizational behavior changes the productivity and growth trends" (Structured, 2002). Because of the organizational culture most foreign-owned firms will tend to impose that culture on their employees. Just like U. S. Companies settling abroad, foreign- owned companies will face some difficulties operating in a country with different culture.

Based on Hypotheses research, which studies how values in the workplace are influenced by culture, four dimensions have been " identified as explaining: Uncertainty avoidance: " degree to which people are comfortable with ambiguous tuitions and with the Inability to predict future events with accuracy" (Gibson et al. , 2012, p 69). Masculinity-Femininely: A culture that has a high masculinity orientation tends to emphasize on dominance, assertiveness, and interdependence. A culture with tendency of femininity orientation will emphasize more on interdependence, compassion, and emotional openness.

Individualism-collectivism: " Tendency of a culture's norms and values to emphasize on satisfying individual needs or group needs" (Gibson et al. , 2012, p 69). Power distance: " Degree to which members of a society accept differences in power ND status among themselves" (Gibson et al. , 2012, p 69) Because each culture fits differently In the four dimensions, a foreign-owned firm will keep Its own culture as It will be easier to deal with than having different organizational cultures in each country it operates. Americans who work for those 2.

Assume that you want to develop your global skills so that you can pursue international assignments with your company. Identify five skills that you would want to develop and describe how you would go about improving these skills. Evangelic, Donnelly, & Kankakee, 2012, p 57). Managers are more and more in contact with different cultures. According to Heartwarming (2012), business skills, culture and customs skills, geographic, political and economic skills need to be developed. Based on Gibson, Evangelic, Donnelly, & Kankakee (2012), the five main skills are: Global strategic skills: knowing how the economy (I. . Global financial markets), politics (I. E. Foreign affairs, international law) are good ways for managers to know how to conduct business in another country. Team-building skills: Companies require more and more that their employees know how to work as part of a team. Team-building is a way to have more done more efficiently. A manager should know how to delegate work and know what each team members can or cannot do. Organization skills: It is important to know how employees react to certain management approach.

McGregor motivational theory X and Y provides management approaches that can apply to motivate employees. Communication skills: Communication is essential when working abroad. It is imperative that a manager or employee be able to communicate with peers and superiors effectively. Transfer of knowledge skills: " Learning about a practice, technique, or approach in en country that can be transferred elsewhere is a skill that managers can apply on a regular basis" (Gibson et al. , 2012, p 62). 3. Describe the attitudes a manager would need to be successful and effective in managing in India, China, and Saudi Arabia.

A manager would need to have the same basic skills in order to a successful and effective manager in India, China, and Saudi Arabia. According to Gibson, Evangelic, Donnelly, & Kankakee Strong technical skills Good language skills Knowledge of the culture Well-adjustedfamilysituation Spouse support Behavioral flexibility Adaptability Good relational abilityStressmanagement skills According Goodwill and Warner (2007), a manager who wants to work in China would need to be: Open-minded to the culture shock.

Desire to learn the language and culture. Good communication skills. Strong organizational commitment: " Think not what your company can do for you, but what you can do for your company" (Goodwill et al. , 2007, p 13). In China, it is hard to retain employees due to the competition of labor. China does not have enough skilled labors and is experiencing tremendous growth economically. To be an effective manager, one should be able to retain employees and adapt to the culture in order to not lose such precious asset.