Economics and Business Review

Volume 2 (16) Number 1 2016

CONTENTS

ARTICLES

Transaction costs and their impact on industry's internationalisation degree – theoretical framework

Katarzyna Mroczek-Dąbrowska

FDI policies in Europe in the aftermath of the 2008+ crisis *Marta Götz*

Determinants of inward FDI into Visegrad countries: empirical evidence based on panel data for the years 2000–2012 *Krzysztof Wach, Liwiusz Wojciechowski*

Co-movements of NAFTA stock markets: Granger-causality analysis *Paweł Folfas*

Audit committee structure and earnings management in Asia Pacific Qaiser Rafique Yasser, Abdullah Al Mamun

Success and failure in M&As: Is there a place for a paradigm change? Evidence from the Israeli hi-tech industry Ofer Zaks

It's not all about the profit: an analysis of changes in arts and business relations *Kamila Lewandowska*

BOOK REVIEWS

Piotr Trąpczyński, Foundations of Foreign Direct Investment Performance, Poznań University of Economics and Business Press, Poznań 2016 (Svetla Trifonova Marinova)

Maciej Szymczak, *Ewolucja łańcuchów dostaw [The Evolution of Supply Chains*], Wydawnictwo Uniwersytetu Ekonomicznego w Poznaniu, Poznań 2015 (*Jarosław Witkowski*)

Editorial Board

Ryszard Barczyk Witold Jurek Cezary Kochalski Tadeusz Kowalski (Editor-in-Chief) Henryk Mruk Ida Musiałkowska Jerzy Schroeder Jacek Wallusch Maciej Żukowski

International Editorial Advisory Board

Udo Broll – School of International Studies (ZIS), Technische Universität, Dresden
Wojciech Florkowski – University of Georgia, Griffin
Binam Ghimire – Northumbria University, Newcastle upon Tyne
Christopher J. Green – Loughborough University
John Hogan – Georgia State University, Atlanta
Bruce E. Kaufman – Georgia State University, Atlanta
Steve Letza – Corporate Governance Business School Bournemouth University
Victor Murinde – University of Birmingham
Hugh Scullion – National University of Ireland, Galway
Yochanan Shachmurove – The City College, City University of New York
Richard Sweeney – The McDonough School of Business, Georgetown University, Washington D.C.
Thomas Taylor – School of Business and Accountancy, Wake Forest University, Winston-Salem
Clas Wihlborg – Argyros School of Business and Economics, Chapman University, Orange
Jan Winiecki – University of Information Technology and Management in Rzeszów
Habte G. Woldu – School of Management, The University of Texas at Dallas

Thematic Editors

Economics: Ryszard Barczyk, Tadeusz Kowalski, Ida Musiałkowska, Jacek Wallusch, Maciej Żukowski • Econometrics: Witold Jurek, Jacek Wallusch • Finance: Witold Jurek, Cezary Kochalski • Management and Marketing: Henryk Mruk, Cezary Kochalski, Ida Musiałkowska, Jerzy Schroeder • Statistics: Elżbieta Gołata, Krzysztof Szwarc

Language Editor: Owen Easteal • IT Editor: Marcin Regula

© Copyright by Poznań University of Economics and Business, Poznań 2016

Paper based publication

ISSN 2392-1641

POZNAŇ UNIVERSITY OF ECONOMICS AND BUSINESS PRESS ul. Powstańców Wielkopolskich 16, 61-895 Poznań, Poland phone +48 61 854 31 54, +48 61 854 31 55, fax +48 61 854 31 59 www.wydawnictwo-ue.pl, e-mail: wydawnictwo@ue.poznan.pl postal address: al. Niepodległości 10, 61-875 Poznań, Poland

Printed and bound in Poland by: Poznań University of Economics and Business Print Shop

Circulation: 300 copies

Maciej Szymczak, *Ewolucja łańcuchów dostaw* [*The Evolution of Supply Chains*], Wydawnictwo Uniwersytetu Ekonomicznego w Poznaniu, Poznań 2015: 186, ISBN: 978-83-7417-866-2

Benefits from the integration of supply chains are the reason why the problems of their function and development have become a very important dimension of economic analysis and practice in the management of big international corporations. Due to contemporary market conditions, achieving a competitive advantage does not exclusively result from the rivalry between individual enterprises but, above all, from their collaboration in creating efficient and effective supply chains. An increasing awareness that those problems are of key importance in achieving and sustaining competitive advantages has caused much interest, which is confirmed by the many books and publications. One of them is a scientific monograph by Maciej Szymczak, entitled "The evolution of supply chains". Although the author's earlier publications prove that he is an unquestioned specialist in the field of international logistics and global supply chain management, one could ask the question: Is there a need for another monograph on this subject and to whom is it addressed?

Answering the first part of this question, it is worth mentioning that the subject, in contrast to majority of the publications available, is narrowed down to the problems concerning the evolution in the structure and functioning of supply chains. Moreover the evolution is treated in a complex manner as a process of change occurring in time and leading to higher levels of maturity, excellence and efficiency. It focuses on the subject of international evolutions involving very complex supply chains which is an unques-

tionable asset and a feature that distinguishes M. Szymczak's book from the great majority of earlier publications. An additional argument proving the originality of the monograph is the proposal and credence of the hypothesis that information technologies are a key driving force which makes it possible to devise new business models which can be implemented by the supply chains. Worth mentioning is the fact that the hypothesis is not entirely new. A five-level Compass Model (Manguistics Model) devised by a firm from the ITconsulting branch has already been known for several years. According to this model reaching successive phases in the evolution of supply chain depends, above all, on the applied technologies of collecting, processing and transferring information [Witkowski 2010: 73-75; Simchi--Levi, Kaminsky, and Simchi-Levi 2000: 243-244]. It must be admitted, however, that the chosen information technologies illustrated in Chapter Five, which are necessary to enter the successive phases in the process of the evolution of supply chains are entirely different from those included in the five-level compass model. In contrast to that model the author omits the role of traditional business IT systems and applications, such as the MRP, MRP II, ERP, and CRM. Instead he points to the significance and driving force of transition in successive stages of the evolution of supply chains: cloud computing, mobile technologies chosen and the Internet of things. The latter, having the most prospects for the future and therefore being the most debatable of the information technologies mentioned, is understood

as a network of physical objects constituting a structure within the frameworks of which the objects can exchange data. To understand the role and to assess the applicability of the innovatory, or even more futuristic IT solutions, the reader should have a fundamental knowledge of traditional information technologies which are applied in the creation and function of supply chains. M. Szymczak's book is not an easy read for beginners in management. Nevertheless, it may undoubtedly be a very useful repository of knowledge for those who specialize in logistics, supply chain management and university students of more advanced years in economics or technology faculties. The book is also very useful reading for senior managers who make an effort to raise the supply chains they manage to higher levels of efficiency, maturity and excellence.

The monograph is not very large but its structure comprises six chapters. In order to acquaint the reader with fundamental information on supply chains management, Chapter One presents a standard review of theoretical achievements as widely discussed in the related literature. Undoubtedly in order to limit the size of the book there is a concise and superficial description of the origin, evolution and assumptions of the concept of supply chain management. Chapters Two and Three contain considerations which are much deeper, discussing the causes and directions of the evolution of global supply chains. M. Szymczak gives an apt diagnosis of the main causes of the evolution of supply chains, paying special attention to external factors connected with the process of globalization, changes in the expectations of purchasers and progressive use of technology in contemporary society. The logical cause-effect analysis in this part of the book is supported by numerous arguments in the form of statistical data.

On these grounds the author formulates a bold thesis about the fading significance of effectiveness as a factor of the competitive advantage of global concerns. In his opinion the current evolution of supply chains should include aspirations towards:

- flexibility of operation,
- responsiveness to changes in customer needs,
- resilience to all kinds of turbulence.

Despite a positive evaluation of this part of the book, I have some doubts as to whether the exclusion the process of the striving for cost leadership is justified. In the industry-end stage branches, and particularly in the extraction and processing of raw materials, it will always be the key factor in market success. I consider that a proper starting point for the determination of contemporary directions of evolution would be the classical division into effective chains for functional products and flexible chains for innovative products as proposed by M. Fischer in [1997].

Chapter Four is entirely devoted to the presentation of the author's set of models, indicators and measures and the monitoring and evaluation of the process of striving for supply chain excellence. Although the set proposed does not exhaust all the possibilities for the application of models and instruments for the improvement of organizational structures and processes in supply chains, its contents have significant value in their application. In particular managers who are the initiators or leaders of international supply chains could find it possible to apply the proposed solutions. Chapter Five concerns the opportunities of using information technologies at individual stages of the evolution. The sixth chapter contains exemplification of the described phenomena and regularities on the basis of examples chosen from business practice. These are both presentations of the solutions at the level of strategic management and concrete solutions of an operational character in hybrid and self-organizing supply chains. The described examples include retail networks of Internet giants, such as Amazon or the supply chain of computer maker Lenovo. Even if some thematic threads concerning the origin and future directions of the evolution of supply chains illustrated in the first and the last chapter of the book may raise some objections because they do not present the current state of knowledge fully. However with the full reasons for the justification of the theses put forward by the author, he provides the reader with an opportunity to broaden his/her knowledge by making use of a carefully selected bibliography. Lists of the most important current publications are placed after each chapter and the introduction to the monograph.

The contents of the final part of the book prove that the author is fully aware that the views and conclusions concerning the direction of the evolution of supply chains presented are burdened with much subjectivism. This results from the chosen methodological paradigm which assumes that the analysis of the literature and case studies taken mainly from the perspective of the implementation of innovation in information technologies is correct. That is why the concluding remarks of the book contain many questions and postulate further research work. In this way M. Szymczak determines new directions and dimensions for the analysis of the processes of the evolution of global supply chains. The book is an interesting and valuable publication which enriches the knowledge of the function and development of network organizations in the global economy.

References

- Fischer, M., 1997, What Is the Right Supply Chain for Your Product?, Harvard Business Review, no. 3–4.
- Simchi-Levi, D., Kaminsky, P., Simchi-Levi, E., 2000, Designing and Managing the Supply Chain. Concepts, Strategies and Case Studies, McGraw-Hill/Irwin, Boston.
- Witkowski, J., 2010, Zarządzanie łańcuchem dostaw, PWE, Warszawa.

Jarosław Witkowski Wrocław University of Economics, Poland

Aims and Scope

Economics and Business Review is the successor to the Poznań University of Economics Review which was published by the Poznań University of Economics and Business Press in 2001–2014. The Economics and Business Review is a quarterly journal focusing on theoretical and applied research work in the fields of economics, management and finance. The Review welcomes the submission of articles for publication dealing with micro, mezzo and macro issues. All texts are double-blind assessed by independent reviewers prior to acceptance.

Notes for Contributors

- 1. Articles submitted for publication in the Economics and Business Review should contain original, unpublished work not submitted for publication elsewhere.
- 2. Manuscripts intended for publication should be written in English and edited in Word and sent to: review@ue.poznan.pl. Authors should upload two versions of their manuscript. One should be a complete text, while in the second all document information identifying the author(s) should be removed from files to allow them to be sent to anonymous referees.
- 3. The manuscripts are to be typewritten in 12' font in A4 paper format and be left-aligned. Pages should be numbered.
- 4. The papers submitted should have an abstract of not more than 100 words, keywords and the Journal of Economic Literature classification code.
- 5. Acknowledgements and references to grants, affiliation, postal and e-mail addresses, etc. should appear as a separate footnote to the author's name^{a, b, etc} and should not be included in the main list of footnotes.
- 6. Footnotes should be listed consecutively throughout the text in Arabic numerals. Cross-references should refer to particular section numbers: e.g.: See Section 1.4.
- 7. Quoted texts of more than 40 words should be separated from the main body by a four-spaced indentation of the margin as a block.
- 8. Mathematical notations should meet the following guidelines:
 - symbols representing variables should be italicized,
 - avoid symbols above letters and use acceptable alternatives (Y*) where possible,
 - where mathematical formulae are set out and numbered these numbers should be placed against the right margin as... (1),
 - before submitting the final manuscript, check the layout of all mathematical formulae carefully (including alignments, centring length of fraction lines and type, size and closure of brackets, etc.),
 - where it would assist referees authors should provide supplementary mathematical notes on the derivation of equations.
- 9. References in the text should be indicated by the author's name, date of publication and the page number where appropriate, e.g. Acemoglu and Robinson [2012], Hicks [1965a, 1965b]. References should be listed at the end of the article in the style of the following examples:

Acemoglu, D., Robinson, J.A., 2012, Why Nations Fail. The Origins of Power, Prosperity and Poverty, Profile Books, London.

Kalecki, M., 1943, Political Aspects of Full Employment, The Political Quarterly, vol. XIV, no. 4: 322–331.
Simon, H.A., 1976, From Substantive to Procedural Rationality, in: Latsis, S.J. (ed.), Method and Appraisal in Economics, Cambridge University Press, Cambridge: 15–30.

- 10. Copyrights will be established in the name of the E&BR publisher, namely the Poznań University of Economics and Business Press.
- More information and advice on the suitability and formats of manuscripts can be obtained from:

Economics and Business Review al. Niepodległości 10 61-875 Poznań Poland e-mail: review@ue.poznan.pl www.ebr.ue.poznan.pl

Subscription

Economics and Business Review (E&BR) is published quarterly and is the successor to the Poznań University of Economics Review. The E&BR is published by the Poznań University of Economics and Business Press.

E&BR is listed in ProQuest, EBSCO, and BazEkon.

Subscription rates for the print version of the E&BR: institutions: 1 year – &50.00; individuals: 1 year – &25.00. Single copies: institutions – &15.00; individuals – &10.00. The E&BR on-line edition is free of charge.

Correspondence with regard to subscriptions should be addressed to: Księgarnia Uniwersytetu Ekonomicznego w Poznaniu, ul. Powstańców Wielkopolskich 16, 61-895 Poznań, Poland, fax: +48 61 8543147; e-mail: info@ksiegarnia-ue.pl.

Payments for subscriptions or single copies should be made in Euros to Księgarnia Uniwersytetu Ekonomicznego w Poznaniu by bank transfer to account No.: 96 1090 1476 0000 0000 4703 1245.