The Business

INTERMEDIATE Student's Book

John Allison with Paul Emmerson



with interactive Workbook business dilemmas & video



Sample marketing text © Macmillan Publishers LTD



6.1 About business Corporate social responsibility

Discussion

1 Brainstorm a list of groups of people a company has a responsibility towards. What conflicts of interest are there between the different groups?

Scan reading

2 Read the credo below and identify the four groups of people that Johnson & Johnson prioritize. The words in grey are explained in the *Wordlist* on pages 155–156.



Search for the keywords Starbucks bean stock and Starbucks standards business conduct or CSR find out more about the social performance of other companies.



Reading and discussion

making a fair profit (line 8)

3 Read Johnson & Johnson's credo again and discuss who should decide what is meant by:

- 1 maintaining reasonable prices (line 5)
- 4 just and ethical actions (line 22)
- 5 our fair share of taxes (line 26)
- fair and adequate compensation (line 14) 6 a fair return (line 40).

4 Discuss the questions relating to Johnson & Johnson's credo opposite.

- 1 Which 'good works and charities' (line 25) should multinational companies support?
- 2 What kind of 'civic improvements' (line 27) should the company encourage?
- 3 How should the company protect 'the environment and natural resources' (line 30)?
- 4 Are there any points in the credo you disagree with or items you would like to add?
- 5 Does a credo really change the way a company operates or is it just good PR?
- 6 Do small businesses have the same responsibilities as multinationals?

Listening for gist

5 2:48–2:50 You are going to hear an interview on NPR (National Public Radio), a US news provider, with author Marc Gunther, who believes corporate America is changing for the better.

Part 1

2

3

Listen to Part 1 and complete the summary. Marc Gunther is interested in companies that treat employees well, (1) ____ and (2)_____. Nowadays, businesses work closely with (3) ____ and many employees are like (4) ______. Starbucks, for example, gave away its bean stocks to (5) _ The Bush administration does not see (6) ___as a man-made problem. However, US utility companies are (7) ______ and transportation companies are changing from (8) ______ to (9) ___ Part 2 Listen to Part 2 and answer the questions. Tick the reasons that motivate companies to be responsible according to Marc Gunther. profitability altruism recruitment A Tick the reasons that motivate employees. They want to exhance sharebolder valuen Publishers LTD They want to define the company's goals. They want their jobs to have meaning.

- They want to make the world a better place.
- 3 How do Southwest Airlines prioritize the three groups they have responsibility towards?
- 4 What is the theory behind this choice?
- 5 What example does Marc Gunther give of how this works?

Part 3

Listen to Part 3 and decide if the following statements are T (true) or F (false).

- 1 In the 50s and 60s American corporations believed it was their duty to take care of their employees and customers.
- 2 In the 70s and 80s corporations no longer wanted to take care of employees and customers. \Box
- 3 Marc Gunther believes the short-term model of the 70s / 80s is sustainable for businesses and for society.

6.2 Vocabulary Meetings, ethical behaviour and social performance

Meetings

1 Match up the phrases you might use in a meeting.

- I have received two-1
- 2 Has everybody received
- 3 If we can't agree, I think we should take
- 4 It's getting late, so I propose we close
- 5 I think this would be a good time to break We have lots to discuss, so let's stick to 6
- 7 It's five past nine, so I'd better open
- 8 Can we start by approving
- 9 We seem to have reached
- 10 That's interesting, but I think we're getting
- 11 I'll just give out this
- Before we finish, we need to deal with 12
- 2 Which phrases would you probably use:
- 1 at the beginning of a meeting? $\square \square \square \square$ 2 at the end of a meeting? $\square \square$

- a) a copy of the agenda?
- b) the meeting.
- c) apologies for absence.
- d) the agenda.
- e) a vote.
- for lunch. f)
- g) side-tracked.
- h) any other business.
- i) handout.
- i) the meeting.
- k) a unanimous decision.
- the minutes of the last meeting? 1)

Adjectives

3 Match the adjectives in **bold** in the article with the definitions below, as in the example.



1 immediate or quick

prompt

- willing to do things which are not honest 2
- 3 intended to make someone believe something that is not true
- 4 appearing different from the way it really is
- 5 able to be trusted as honest
- 6 dependable
- 7 complicated, not easy to understand
- 8 not true
- 9 having a selfless concern for others' well-being
- 10 correct or true in every detail



"We could advertise it as 100% salt free."

Internet

research

Search for the keywords

Rhonda Abrams to read

more about Rhonda and her advice for

entrepreneurs.

Collocations

4 Finish these extracts from a guide to corporate social responsibility by completing each one with verbs from the box that collocate with the words in **bold**.

contribute	identify with	think	supporting
continuute	identity with	UTITIK	supporting

PRO-ACTIVE SOCIAL PERFORMANCE

For most companies, rather than (1) ______ a different **charity** each year on an ad hoc basis, it is preferable to (2) ______ **long-term**. It can be very valuable for a company to (3) ______ an issue which is related to its business, and to (4) ______ funds regularly.

recognizing uphold obey respecting

ON-GOING SOCIAL PERFORMANCE

Obviously a fundamental of HR management is that companies should always (5) ______ **the law**. But above and beyond that requirement, they have a moral duty to (6) ______ **standards** of common decency. This means for example (7) ______ **human dignity** when there are problems, and (8) ______ **merit** when staff perform especially well.

negotiate acknowledge compensate limit

DAMAGE LIMITATION
The company's first duty in the case of an accident is to (9) the impact of the problem on its staff and on the community. It is then essential to (10) the

problem: nothing less than total transparency will do After the crisis has passed, management should allow sufficient time to (11) ______ a settlement which will satisfy all parties and (12) Sample market incrime to populate millan Publishers LTD

Listening for detail

5 2:51 Listen to a presentation entitled *Doing well by Doing good* given to an audience of entrepreneurs by Rhonda Abrams, columnist, author and consultant. Tick the expressions you hear.

-] respect the environment
-] play a positive role in
- obeying the law
- an honest, responsible business
- have a competitive edge over
- be involved in community causes
- responsibility to your customer
- act with integrity and honesty toward
- environmental policiesget in trouble with regulatory agencies
- face lawsuits or fines
- misleading, confusing, or even false advertising or sales techniques
- treats employees, customers and suppliers fairly

Discussion

6 Rhonda Abrams talks about 'being a good corporate citizen'. What specific practices and policies do you suggest this involves in:

- R&D, production and quality?
- marketing and sales?
- HR?
- purchasing?
- finance?



Company and community

Refresh your memorv

The passive

be + past participle it does → it is done it is doing → it is being done it did ➔ it was done. etc. Used when the person who does the action is obvious or unknown Grammar reference page 128 **Reported speech** I've finished! He said he had finished. direct reported present > past → past / past past perfect present

perfect **→** past perfect → would will When you report what someone said, move

the original tense back in time

Grammar reference page 129

6.3 Grammar The passive and reported speech

Test yourself: The passive

1 Change these active sentences to the passive to avoid mentioning the agent.

- Your company sometimes releases illegal levels of nitrates into the river.
- 2 Your department is making too many mistakes at the moment.
- 3 Unfortunately, you made a poor decision in hiring unqualified staff.
- Our sub-contractors were employing children to make T-shirts in Asia. 4
- 5 Several anonymous journalists have accused us of industrial espionage.
- 6 My boss and several other managers had warned the company about the risks.
- 7 We can avoid conflict with the unions by making small concessions.
- 8 The authorities might ask you some delicate questions.
- 9 The Board, the Plant Manager and the trade unions all agreed that production staff should work a four-day week.
- 10 Head Office have decided that they're going to make 300 employees redundant.

Test yourself: Reported speech

2 Complete the extracts from a report of a public meeting about a pollution problem.

- 'Nitrate levels in the local water supply are slightly higher than normal.' CEO Ben Straw announced that
- It is possible that the factory is responsible Mr Straw admitted
- 'There was a small chemical leak last Friday Plant Manager Jane Lee explained
- 'We have taken measures to ensure that this situation cannot reoccur.'
- S Mrs Lee reassured the meeting that lan Publishers L We are negotiating a settlement with the town council. Mr Straw said
- 6 'We will announce full details in a press statement in a few days' time.' He promised the meeting that
- 'Has there ever been a problem like this before?' 7
- Mrs Green, a local resident, asked if
- 'No, I can not remember any other leaks in 30 years at the factory.' 8 Mrs Lee replied that
- 'When do you plan to re-open the factory?' 9 Pat Holz, a union representative, enquired when
- 10 'As soon as possible, but some staff may be laid off for a few days.' Mr Straw warned that
- 3 Read the following extracts from an interview with the CEO of a multinational oil company. Report the phrases in **bold** using the verbs in brackets, as in the example.
 - 'I repeat what I said a few moments ago: my company does everything it can to 1 limit the impact of our activities on the environment.' (emphasize) The CEO emphasized that the company did everything it could to limit the impact of its activities on the environment.
 - 2 'I really can't accept that. You need to understand that developing countries are extremely grateful for the investment and the jobs that we bring.' (argue)
 - 3 'I think there's a slight misunderstanding here. Yes, we do make fair profits and pay good dividends, but we've never exploited our employees.' (explain)
 - 4 'Yes, that's a fair point: we can, and we will, do more to develop sources of alternative energy such as wind, wave and solar power.' (accept)
 - 5 'Well, we have little or no influence on government policy on taxation, but no, I do not feel that higher petrol prices will reduce traffic and pollution.' (comment)

Read the business pages of an online newspaper to find interesting comments and quotes from people and companies in the news. Tell a partner what was said. 4 Read the four extracts from newspaper reports. Then say who made the twelve statements below and explain how you know this. What phrases helped you?

CEO KLAAS ROOS announced an end to manufacturing in Europe, informing shareholders that labour costs could not be justified, and explaining that Asian textile imports could no longer be matched for price. Speaking to our reporter on the spot, Ms Gronko explained that all villagers forced to leave their homes by the new road would be compensated. Asked to what level, she replied that she was unable to give a figure, but added that discussions were being held with local representatives.

Journalists are reported to have been refused entry to Plazachem's Tashkent plant after leakages of toxic chemicals were described by workers. Employees claimed that health and safety regulations had not been applied for the last five years, and that several fatal accidents had occurred. Plazachem management declined to comment. Asked how the company intended to compensate the victims of the accident, Mr Sanchez answered that no decision had yet been reached. Emphasizing the complexity of the legal situation, he suggested negotiations may be protracted.

- 1 'It's just too expensive.'
- 2 'It's dangerous: people have died.'
- 3 'We're still talking.'
- 4 'It could take years.'
- 5 'I don't know.'
- 6 'It's really not simple

- 'It's too early to say.
- 8 'They will be paid.'
- 9 'We are closing down.'
- 10 'Your request has been denied.'
- 11 'We can't compete.'
- simple.' 12 'I'm afraid he's unavailable.'

7

Listening and reporting

5 2:52–2:57 A manufacturing plant in Kassra, a small town in Algeria, has just made 100 people redundant. Listen to six extension la conversation between Geoffrey Bullard, the Plant Manager, and Leila Belabed, a member of the mayor's staff. For each extract, decide how Leila reported to the mayor, using appropriate verbs, as in the example.

1 I complained that 100 people had been made redundant and I reminded Mr Bullard that he had promised to create jobs for the town.

6 Explain these formal announcements to a foreign visitor in informal language.

- 1 Protective glasses must be worn beyond this point.
 - You have to wear special protective glasses from this point onwards.
- 2 Visitors are requested to use the stairs while the lift is under repair.
- 3 Customers are advised that no refunds will be made without a receipt.
- 4 Deposits will only be refunded after the return of all equipment to reception.
- 5 All meetings are transferred to the training centre during redecoration of the conference room.
- 6 Only expenses which have been approved by a manager will be reimbursed.

Roleplay

With a partner, roleplay a conversation between a dissatisfied customer and a salesperson. First decide what the customer bought, and make a list of promises the salesperson made. Use reporting verbs from the boxes, as in the example.

- Verbs with *me*, e.g. *you told me* (*that*)... tell promise assure ask
- Verbs without me, e.g. you said (that)... say guarantee claim explain imply state
- A: I'm very dissatisfied with this car. You promised me it would do 160 kilometres per hour!
 B: No, sir. I'm sorry, you asked me if it would do 160, and I said it would, but only downhill with the wind behind you.





6.4 Speaking Meetings – teamwork

Discussion

1 Discuss how acceptable you find the following gifts from a seller to a corporate buyer.

```
a corporate pen lunch in a good restaurant a free sample of the product
```

a case of champagne a free weekend 'seminar' on a yacht cash employing a relative

Listening

2 2:58 The management committee of an eastern European manufacturer of electrical components have called a meeting to discuss a problem: one of their buyers, Mr Vieri, has been accepting regular gifts from a supplier.

Listen to Version 1. How does one member of the committee, Stanislas, behave inappropriately? List five ways.

3 Listen again and write down six examples of Stanislas's inappropriate language.

4 2:59 Listen to Version 2 of the meeting. What are the differences?

5 Complete the expressions Stanislas uses in Version 2.

- Sorry to ____
- 2 Would you _____, (Anna)?
- 3 Sorry, (Anna), I don't see _
- 4 Well, I feel _____ (we should dismiss Mr Vieri).
- 5 I'm afraid _____, (Jon).

6 Yes, but, wouldn't you (his behaviour was unethical)?

6 Reorder the words in **bold** in these useful expressions for meetings. They were all used in Version 2 of the meeting.

- 1 that to brings next the point us on the agenda.
- 2 thatsendptbinkarterwegreedt © Macmillan Publishers LTD
- 3 but I point your see you can't just dismiss someone ...
- 4 think don't that you everyone should have a second chance?
- 5 we're think side-tracked getting I here.
- 6 just come here in I could?
- 7 have on views do any you this issue?
- 8 say you when this issue, mean you do our policy on gifts?

7 Put the expressions from 5 and 6 into the appropriate category below.

Giving an opinion		Asking for opinio	ns	Managir	ig the discussion
In my opinion,		What's your feelir	ng?	Do we a	ll agree on that, then?
It seems to me that				Perhaps	we should break for coffee.
				Could w	e come back to this later?
Disagreeing tactfully	Interrup	ting	Asking for clarifica	tion	Persuading
l agree up to a point, but	Sorry, bu say	ıt could I just	So, are you saying that ?		lsn't it the case that ?

What are the essentials of a successful meeting? Search for the keywords "golden rules of meetings" to find out.



8 With a partner, hold short meetings on the four issues below. Follow the structure provided. Take turns being A and B.

- 1 A vodka manufacturer offers to sponsor your end-of-year party. Do you accept?
- 2 One of your suppliers uses child labour in Vietnam. What should you do?
- 3 Advertisements for your product show only slim, beautiful people. Is that OK?
- 4 Ethnic minorities and the disabled are under-represented in your firm. What can you do?



9 Work in small groups. Hold a management meeting to decide what to do in the following cases of employee misbehaviour in your company. For each case, discuss:

- what action to take.
- what corporate policy to adopt (if any).
- how you will implement your decisions.

Case 1

Mike Ho, a buyer in your purchasing department, accepted cash from suppliers in return for buying large volumes at high prices.



Case 2

Marieta Myska, a sales manager, obtained confidential information about government contracts by having a relationship with a civil servant.



Case 3

Joseph Fisher, a project manager, used company resources and equipment to run a club for disabled children at weekends.



6.5 Writing Reports and minutes

Discussion

1 Why should companies invest time and money in community projects?

Brainstorming

2 How many different alternatives can you think of for the words in the box?

but and so say tell think

Skim reading

Mirratec Industries, a subsidiary of a multinational manufacturer of compressors for refrigerators and air-conditioning units, has a plant in the small Polish town of Bychawa. Read the report which Mirratec sent to Head Office, and the minutes of a management committee meeting at Head Office, and answer the questions.

- 1 What are the arguments for and against involvement in the community centre project?
- 2 What did a) Head Office and b) Mirratec decide?

Bychawa Community Centre project

EARLIER this year Mirratec was asked to invest in a project to build a Community Centre in Bychawa. As a rule, group policy is to give encouragement but only limited financial support to such community projects. However, a meeting was held by managers and staff at the plant and in this case it was thought that the benefits ding the company's image justified more active and extensive support, in particular after the recent difficult negotiations with the local authorities over the access road to the new workshop. Moreover, it was felt that employee involvement in the project would bring substantial benefits in terms of motivation and job satisfaction. Consequently, it is recommended that the company should contribute 50% of the funding; in addition, selected employees should be assigned to manage key areas of the project

and construction. Naturally, the project will courie a high level of commitment from our staff in order to complete all stages on time. The community centre will be officially opened in September, and it is hoped that department managers will be able to reduce staff workloads for the duration of the project.

during work time, such as design, fund-raising

In conclusion, it is believed that the community and the company will derive numerous benefits from the project and that overall, the company's image within the community will be greatly improved. It is expected that an ongoing close relationship with the community will have a positive effect on two strategic areas of our development, namely expansion of our manufacturing facilities and recruitment of our workforce locally.



Minutes of the Management Committee meeting, 15 April Attendees: Jan Navratil, MD; Ines Caba, Production; Christopher Taberley, Finance

1. Bychawa Community Centre. JN reported that the plan had been favourably received at Head Office. Even so, there were concerns about the size of the investment and the project's impact on productivity. But he stressed that group management were aware of the need for good relations with local communities, and would support Mirratec's decision. Consequently, JN felt that they should go ahead.

IC agreed that it was important to improve public relations, but emphasized the risks involved for production, for example, absenteeism and quality issues. She claimed that the project could become an excuse to take time off work, especially during the construction phase in the summer.

CT reminded the meeting that only a small number of employees would be concerned. Obviously department managers would have to organize cover for any absences. In other words, production should not be affected. Furthermore, managers of other departments were very happy with the project on the whole. In brief, he suggested that the benefits in developing team spirit were clearly far greater than any potential risk to productivity.

Finally, it was agreed that the project should be approved.

Search for the keywords email ethics and make notes about ethical practice in electronic communication. Write a short report on your findings, using some of the linking words you studied in this module.



Scan reading

4 Read the report and the minutes again. <u>Underline</u> the linking words and complete the table.

Function	Linking words
Addition	besides, mo, in ad, fur
Conclusion	lastly, in c , f
Consequence	so, therefore, c
Contrast	but, h, es
Equivalence	that is to say, n, in ow
Example	for instance, sas, fe
Generalization	in most cases, as a, on the w
Highlighting	mainly, chiefly, in p, es
Stating the obvious	of course, n, ob, cl
Summary	to sum up, o , in b

Writing

5 Replace the inappropriate linking words in **bold** with a better choice from 4.

Josiah Wedgwood was a pioneer in social responsibility, building a village for his workforce in 1769. For instance, his products combined technology with classical culture. More than a century later, George Cadbury developed social housing for his chocolate factory workers. As a rule, Cadbury's became one of Britain's most respected companies. Both men were pioneers of corporate social responsibility. Overall, they were also accused of paternals.

Today, sustainable development policies aim to manage the effects of business on employees, the community, and, **on the whole**, on the environment. Multinationals like Shell are focusing on the idea of being good neighbours, **naturally**, by stakeholders before beginning new projects which may affect them.

Reading for detail

6 Read the quote below and identify five more impersonal structures used in the report in 3 to express the views of Mirratec's management.

'... it was thought that the benefits to the company's image justified more active and extensive support ... '

Choose an appropriate reporting verb from the box and report Christopher Taberley's statements below, as in the example. The verbs in the box were all in the minutes in 3.

report agree suggest stress claim

- 1 Yes, I have to say that you are quite right that productivity is a concern. *Christopher agreed that productivity was a concern.*
- 2 On the other hand, you mustn't forget that only a small number of staff will be directly involved.
- 3 As a matter of fact, most department managers don't expect any problems.
- 4 I've heard there's a similar project in Greece where they've actually improved productivity.
- 5 I'm pretty sure team spirit will be much better when the community centre has been built.

Listening and writing

2.60 Listen to a discussion of the second point on the agenda of the meeting in 3. Take notes. Then, with a partner, write a short summary of the discussion and decisions.

Search for the keywords automobile recycling contamination to find out more about the risks and perspectives in this industry.

6.6 Case study Phoenix

Discussion

1 Would you like to have a recycling centre near your home? Why (not)?

Reading

- **2** Read the Internet page about Phoenix and answer the questions.
- 1 What kind of corporate image does the company try to project?
- 2 What do you imagine working at Phoenix is like?



Roleptaylpreparationext © Macmillan Publishers LTD

Divide into three groups: Port Katherine Planning Department, Port Katherine Residents' Association, and Phoenix. Use the activities opposite (3, 4 and 5) to gather information for your group, in preparation for a public meeting (6 opposite) to discuss the choice of site for a new recycling centre in Port Katherine. You will need to make a presentation at the meeting summarizing your views, stating which site you prefer and why, and explaining why the other sites are not appropriate. You should also be prepared to ask the other groups questions, and argue against their proposals if they conflict with your interests.



A

School

Bus Station

Town Square

Business Park

Listening

3 2:61 Listen to part of a meeting at Phoenix's head office in Sydney and answer the questions.

- 1 Why is Port Katherine a good choice for Phoenix's new site? Give four reasons.
- 2 What are the pros and cons of sites A, B and C from your group's point of view?
- 3 What do you think 'Operation Charm and Diplomacy' is?

Reading and discussion

4 In your groups, prepare for the public meeting by reading a message and answering some questions.

Group A – Port Katherine Planning Department: turn to page 112. Group B – Port Katherine Residents' Association: turn to page 114. Group C – Phoenix: turn to page 117.

5 Read the agenda. Then, in your groups, prepare your presentation and strategy for the public meeting.

Roleplay

6 Roleplay the public meeting using the agenda above.

Writing

Sample marketin Agend Macmillan Publishers LTD

7 Write a short report on the meeting.

Port Katherine Planning Department: write to Duncan Gillespie at the Lord Mayor's Office. Port Katherine Residents' Association: write to your members. Phoenix: write to your head office in Sydney.



PORT KATHERINE

State Highway

Tram Line

С

Town

Hall

Fire Service

Park

Hospital

Harbour

- 2 Opening presentations
 - Phoenix
 - Port Katherine Planning Department
 - Port Katherine Residents' Association
- 3 Questions and discussion of the three possible sites
- 4 Summary and conclusion

