

Valid from 2024.HS

Module description	n: Business, Production and Service						
Transformation							
Module Code	w.MA.XX.BUPAST.23HS						
ECTS Credits	6						
Language of Instruction/Examination	English						
Module Description	The module will build on the general principles of operations management, i.e., the design and control of efficient material and resource flows for the generation/ production of products and services. The successful implementation of the guiding principles of circular economy to reduce, re-use, or refuse products will require new business models. Instead of selling a product or equipment, companies will need to offer sharing platforms to business to customer (B-2-C) and business to business (B-2-B) customers, where the use of the product against payment is shared. Alternatively, companies can replace the straight sale of machinery and equipment with new ownership models where the customers/users pay according to use and volume (pay-per-use), or quality (pay-per-performance) or a combination on the two. The module content will include the transition from traditional linear business models to the above-mentioned service-oriented business models, including aspects of revenue and profit splits both within and among the suppliers. The module will also address the financial implications for the suppliers, especially regarding the profit & loss Statement, the balance sheet and for the generation of operational cashflow. Operations management in a circular economy setting is even more challenging due to the design, planning, and implementation of the circularity of the material flows. In case-based settings, the module will address the complete production cycle from (raw) materials, efficient and timely production, to disassembly, refurbishment, reuse, and regeneration, including quality assurance and traceability issues and viable cost structures. Students will have the opportunity to engage with traditional production companies as well as start-ups of new circular economy products and services.						
Organizational Unit	CCR Ltg.						
Module Coordinator	Jochen Wulf						
Deputy Module Coordinator	Helen Vogt						
Program and Specialization	Circular Economy Management						
Legal Framework	Academic Regulations MSc in Circular Economy Management dated 02.06.2022, Appendix to the Academic Regulations for the degree program in Circular Economy Management, first adopted on 23.09.2022						
Module Category	Module Type Compulsory Elective						
Prerequisite Knowledge	Value chain principles Political, social, economic, and legal considerations related to business transformation in the circular economy Stakeholder management						
Contribution to Program Learning Objectives (by the concerned Module)	 Professional Competence Methodological Competence Social Competence Self-Competence 						

Module description: Business, Production and Service Transformation

Contribution to Program Learning Objectives

Professional Competence

- Knowing and Understanding Content of Theoretical and Practical Relevance
- Apply, Analyze, and Synthesize Content of Theoretical and Practical Relevance
- Evaluate Content of Theoretical and Practical Relevance

Methodological Competence

- Problem-Solving & Critical Thinking
- Scientific Methodology
- Work Methods, Techniques, and Procedures
- Information Literacy
- · Creativity & Innovation

Social Competence

- Written Communication
- Oral Communication
- Teamwork & Conflict Management
- Intercultural Insight & Ability to Change Perspective

Self-Competence

- Self-Management & Self-Reflection
- Ethical & Social Responsibility
- Learning & Change

Module Learning Objectives

Students...

- understand the concepts of service dominant logic and servitization. By the end of this
 course, learners should be able to define service dominant logic and goods dominant logic,
 understand the service continuum, and differentiate between value in exchange and value in
 use.
- comprehend the three perspectives on service value. Learners should be able to conceptualize provider, customer, and environmental value across the service lifecycle.
- identify the link between servitization and circularity. Learners should be able to interlink service patterns with R-principles and understand the synergies of pay-per-use/pay-perperformance and circularity.
- master business case design. Learners should be able to conduct market sizing, understand the differences between value-based and cost-based pricing, and create cost models.
- navigate operational challenges in circular service businesses. Learners should understand the different operational challenges and management approaches related to circular services

Module Content

Service Transformation

- Service dominant logic and servitization
- Service valuation
- Link between servitization and circularity
- · Ecosystem design for circular services

Business Transformation

- Business case design for circular services
- · Modeling financial statements and cash flows
- · Financial steering of circular service businesses

Transformation of Production

- Operational challenges in extending the loop
- Operational challenges in recycling
- Operational challenges in refurbishment & redistribution
- Operational challenges in remanufacturing

Links to other modules

This module is linked to the following modules:

- w.MA.XX.SSEC.23HS
- w.MA.XX.SCVC.23HS
- w.MA.XX.BMCE.23HS
- w.MA.XX.DPG.23HS
- w.MA.XX.TEAS.23HS

Module description Transformation	on: Busin	ess, Produc	tion	and Serv	ice			
Digital Learning Resources	Online game							
Methods of Instruction	Case StudieProblem-OrieLectureBusiness gaiTeaching cas	ented Teaching me simulation	Social Settings Used: • Group Work					
Type of Instruction		Classroom Instruct	ction Guided Self-St		y Autonomous Self-Study			
	Lecture	56 h -						
	Excercise							
	Project Work							
	Seminar							
	Total	56 h	0	h	124 h			
Performance Assessment	End-of-module exam		Form	Length (mir	.) Weighting			
	Permitted Resources							
	Others			Assessment	Length (min) Weighting		
	Milestone reports and presentations in groups			s Grade	20	100		
Classroom Attendance Requirement	Other Attendance is generally required. Exceptions will be announced during the course.							
Compulsory Reading	Lusch RF, Vargo SL. The service-dominant mindset. In: Service-Dominant Logic: Premises, Perspectives, Possibilities. Cambridge University Press; 2014:3-30.							
Recommended Reading								
Comments								