

# **IMPORTANCE OF LEADERSHIP AND ORGANIZATIONAL CULTURE IN BUSINESS TRANSFORMATION**

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DATE: MAY 19<sup>TH</sup>, 2010**

# Why Transformation Projects Fail?

- Not establishing a great enough sense of urgency
- Not creating a powerful enough guiding coalition
- Lack of vision
- Undercommunicating the vision by a factor of ten
- Not removing obstacles to the new vision
- Not systematically planning for and creating short-term wins
- Declaring victory too soon
- Not anchoring change in the corporation's culture

# Transformation Models – Pros and Cons.

- Vision + Mission + Empowerment & Innovation + Enablement + Sustainment = Execution
- Execution + Leadership = having fun while being non-relevant (Cultural resistance and roadblocks wins most of the time)
- Leadership + Change = The flavor of the month (year) “This will also pass”

# So What Is A Workable Model?

- **Strategy + Execution + Organization's inherent culture and ability to execute (Organization's personality) = Sustainable Results**

# Transformational Dimensions

## Transformational Dimensions



Core Principals	Implementation Steps
Ensure top leadership drives the transformation	<ul style="list-style-type: none"> <li>Define and articulate a succinct and compelling reason for change</li> <li>Balance the transformation objectives with existing priorities</li> </ul>
Establish a coherent mission and integrated strategic goals to guide the transformation	<ul style="list-style-type: none"> <li>Adopt leading practices for results-oriented strategic planning and reporting</li> </ul>
Focus on a set of key principles and priorities at the outset of the transformation	<ul style="list-style-type: none"> <li>Embed core values in every aspect of the organization to reinforce the new culture</li> </ul>
Set implementation goals and a timeline to build momentum and show progress from day one	<ul style="list-style-type: none"> <li>Make public implementation goals and timeline</li> <li>Seek and monitor employee attitudes and take appropriate follow-on actions</li> <li>Attract and retain key talent</li> <li>Establish an organization wide knowledge and skills inventory to exchange knowledge among merging organizations</li> <li>Identify cultural features of merging organizations to increase understanding of former work environments</li> </ul>
Use the performance management system to define responsibility and assure accountability for change	<ul style="list-style-type: none"> <li>Adopt leading practices to implement effective performance management systems with adequate safeguards</li> </ul>
Dedicate an implementation team to manage the transformation process	<ul style="list-style-type: none"> <li>Establish networks to support implementation team</li> <li>Select high-performing members</li> </ul>
Establish a communication strategy to create shared expectations and report related progress	<ul style="list-style-type: none"> <li>Communicate early, often with relevant information to build trust</li> <li>Encourage two-way communication</li> <li>Provide information to meet specific needs of the shareholders</li> <li>Ensure consistency of message</li> <li>Focus on results</li> </ul>
Involve employees to obtain their ideas and gain ownership for the transformation	<ul style="list-style-type: none"> <li>Use employee teams</li> <li>Involve employees in planning and sharing performance information</li> <li>Incorporate employee feedback into new policies and procedures</li> <li>Delegate authority to appropriate organizational levels</li> </ul>