



IMPORTANCE OF LEADERSHIP AND ORGANIZATIONAL CULTURE IN BUSINESS TRANSFORMATION



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DATE: MAY 19TH, 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**
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Transformational Dimensions

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