

## Russell Acton

Director, EMEA, IBM Lombardi

Coping in a complex world, a  
practical guide to driving Productivity

# Are We in Control?



Not of everything, but Strategy & Execution, we do

**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA

Remember when?

1999



**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA

They thought we would want.....



**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA



And would you want.....



**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA

If Nokia could imagine this?



**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA

Or this..



**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA

Why do we all have..?



**IBM** yazılım zirvesi 10

KAOSTAN FIRSATA



# NEWS BUSINESS

Home | UK | Africa | Asia-Pac | Europe | Latin America | Mid-East | South Asia | US & Canada | **Business** | Health | Sci/Environment | Tech | Entertainment | Video

Market Data | Economy | Companies

22 July 2010 | Last updated at 11:30 GMT



## Nokia profits slump 40% in second quarter

Profits at Finnish mobile phone handset company Nokia slumped by 40% in the second quarter compared with the previous year.

The firm announced profits of a mere 227m euros (\$291m; £191m) for the three months ending in June.

Nokia warned last month that it expected its sales and profits figures to fall short of earlier forecasts.

The company has struggled to compete since Apple and Google entered the market with their new smartphones.

### 'Mixed bag'

The results saw the company's share price swing violently in a 10% range, first down and then up. It was trading up 3.6% as of midday BST.



Nokia has struggled in the smartphone market

### Analysis

Rory Cellan-Jones  
Technology correspondent, BBC News

So Nokia still has a third of the overall mobile phone

### Top Stories



Euro MPs demand EU help for Roma **NEW**

Big toll in Russian market bomb

Police search Sarkozy party's HQ **NEW**

Vitamin B 'puts off Alzheimer's'

### Features & Analysis



#### Downward spiral

Is Mexico becoming like 1980s drugs-wracked Colombia?



#### Altered image

Pictures reveal new side to life in trend-setting Soweto



#### 'Real women'

Plus-size models make New York Fashion Week debut

## Strategy & Execution

Dow Jones

NASDAQ

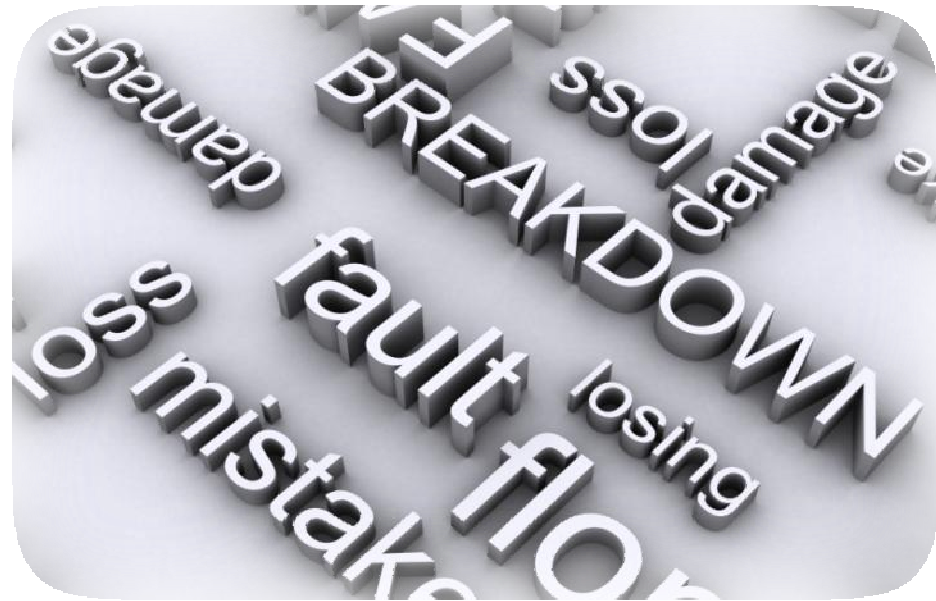
S & P 500

....Linked to productivity is the key to sustainability



# Lag between 'Strategy' to 'Execution' causes a productivity gap....

- “How can I get my organisation to respond, with urgency?”
- “How can I get ‘world class’ results from my people?”
- “How do I simplify the ‘day to day’ operation”



Flawless execution is a strategic imperative

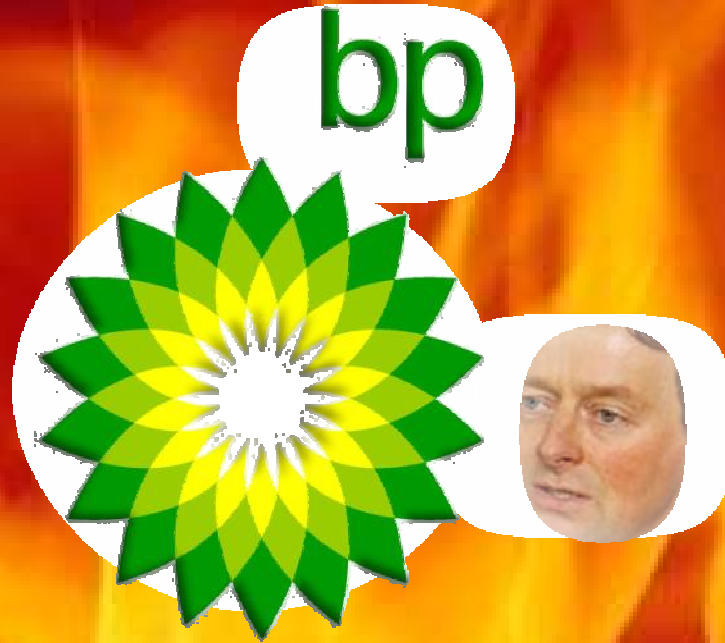
*And if we don't....*

LEHMAN BROTHERS



Lehmans former CEO – Richard Fuld

*And if we don't....*



Tony Haward, former CEO BP

# CEO's believe....

- Simplify operations
- Quick decisions, execute at speed

Build operating dexterity



Embody creative leadership

- Creativity is Priority
- Drive change to stay ahead of market

Reinvent customer relationships

- Getting closer to customers
- Better customer understand

What do our working processes say about us?

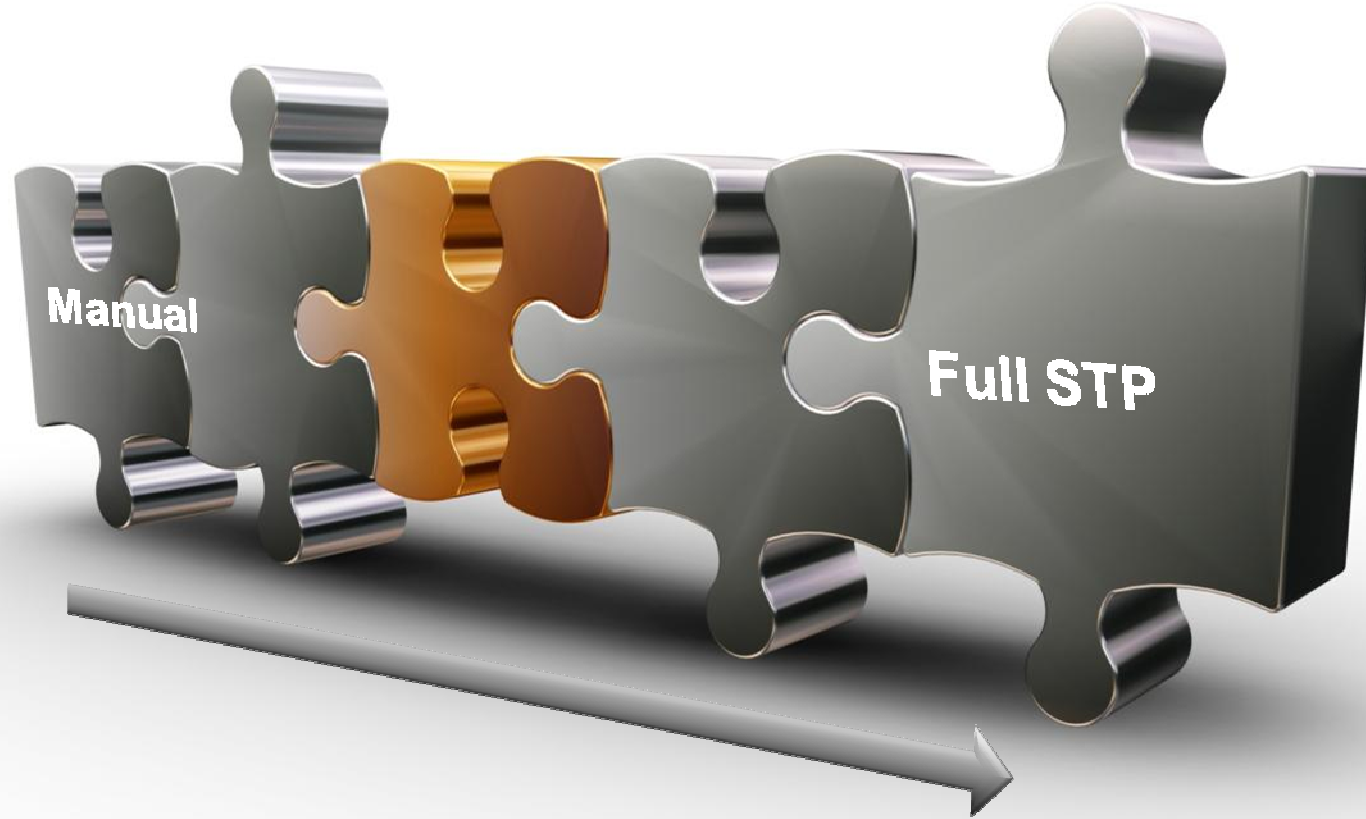
At ease

Just  
do it!

Urgent

How do clients view their interaction with us?

**Are we not experts at execution?**



**....not often, and we don't like change**

**IBM** yazılım  
zirvesi 10

KAOSTAN FIRSATA



# The Business view of change?

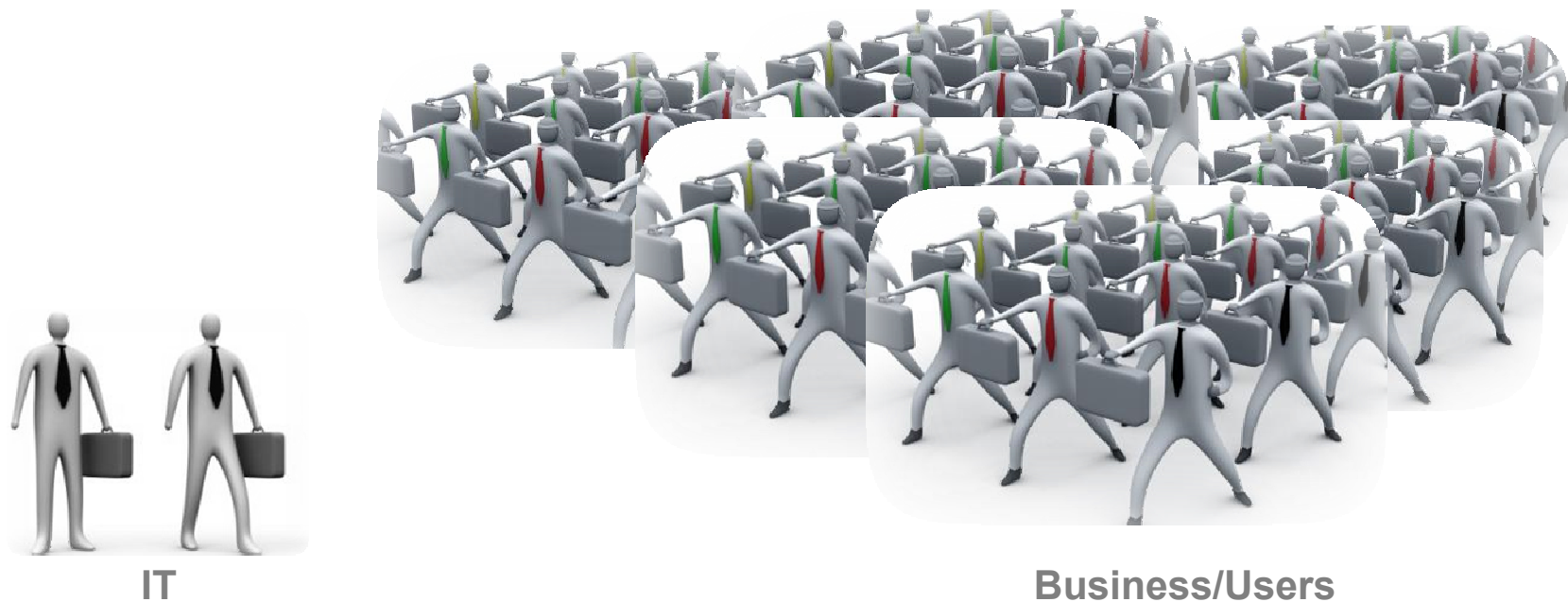
....Iterative change is natural to the business

# Business view of change with IT?



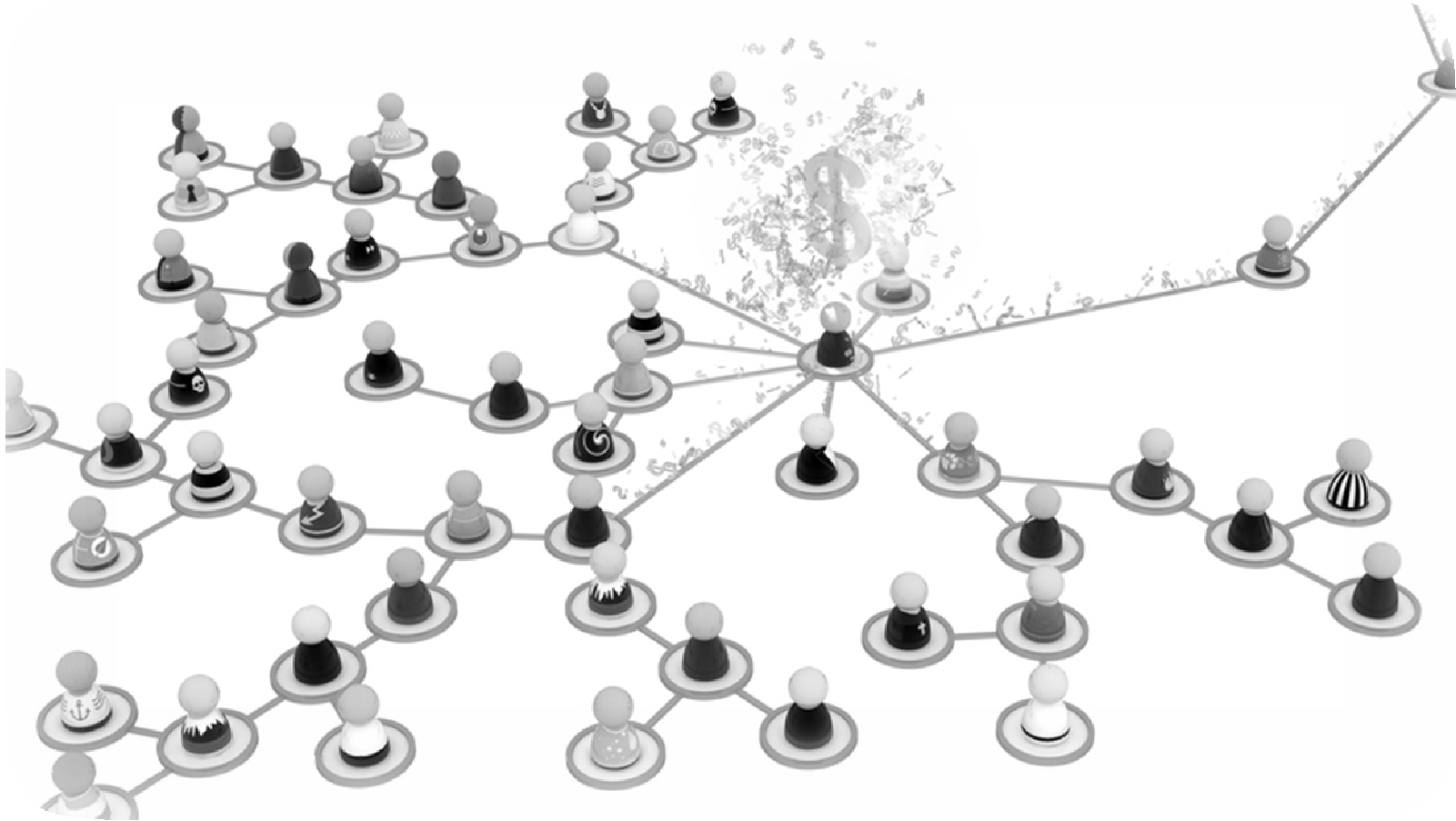
....slow, costly and to be avoided

# Do we understand how IT change happens?

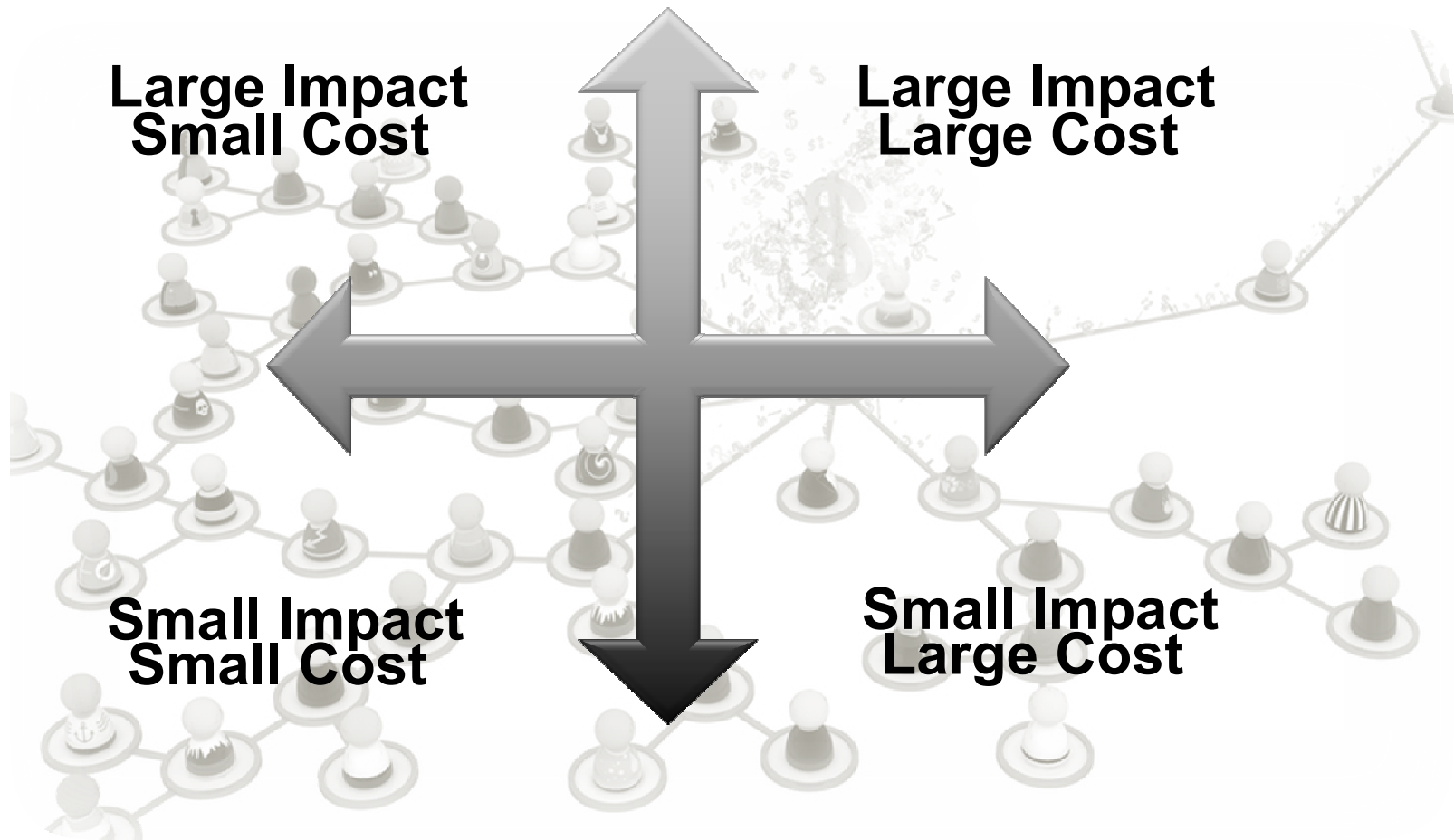


....We have to solve the bottleneck of scalability

# The Power of Social Change



# The Power of Social Change





# Stay Ahead, Know your Goals

- It's about Productivity!
- Don't think it's just about automation
- Look to drive better decisions
- Put the ability of innovation in the hands of those who need to innovate





# Approaches today



## Challenges.....

- Users are not 100% clear about needs
- Don't know what they don't know
- Details will only be revealed during development
- Change their minds as they see, triggers creativity to change/improve/adjust

# Collaboarate for Success

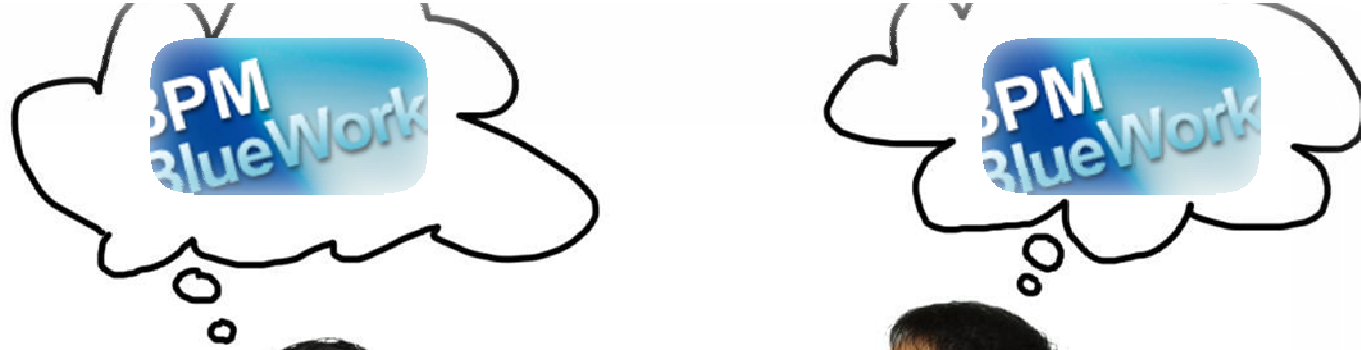
- Expertise from all Domains
- External suppliers as an extension of your business
- Over the fence solutions usually fail
- Share Change between Business & IT



# Create a Common Language



# Create a Common Language



**Get it right and the rewards are high....**



**BANCO ESPIRITO SANTO**



# Build a Productivity Factory

- Cross Functional Team where 'Evolutionary' and 'Revolutionary' changes come to life through optimised business processes





**Get it right and the rewards can be high....**



*"Emergence as a Global Automotive force" Paul  
Nussbaum – VP Ford*

# Approaches in the Factory



- Build something
- Evaluate whether it'll work
- Make changes to it.
- Build expecting to change it – Validate each step

# Design for Change

- All Processes age
- Major Disruptions Require Wholesale Changes
- Do not Implement perfect processes
- Business can self serve in many areas
  - Elements of process change
  - Elements of updating business Logic/Rules
- Modern BPMs & BRMs are directly applicable



# How do Leaders start?

- Harness the community
- One step at a time
  - *Problem by problem*
- A compelling or strategic issue
- Think big, Start small, scale fast
- Create a cross functional team
  - *The full factory comes later*
- Focus on the 'approach'





# When Does it Go Wrong?

- Business abdicates responsibility
- Business 'trained' to want it all now!
- IT too focused on technology
- Starting too big
- Using external resources with Waterfall
- Commercial methodologies
- Lack of Executive oversight



# Questions

