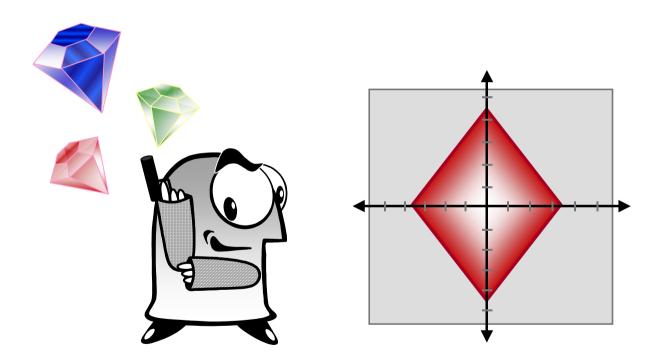
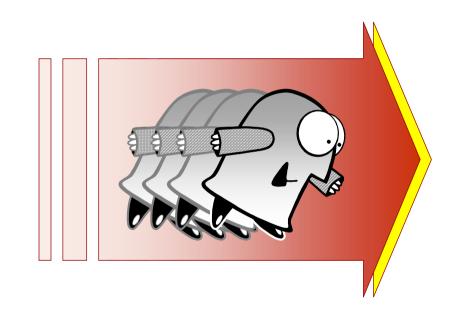
# **The Management Diamond**

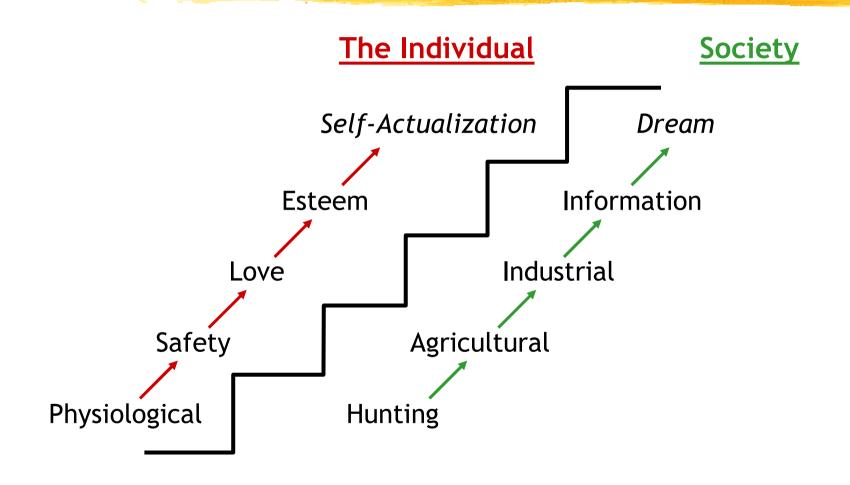


#### **Turbulent times**

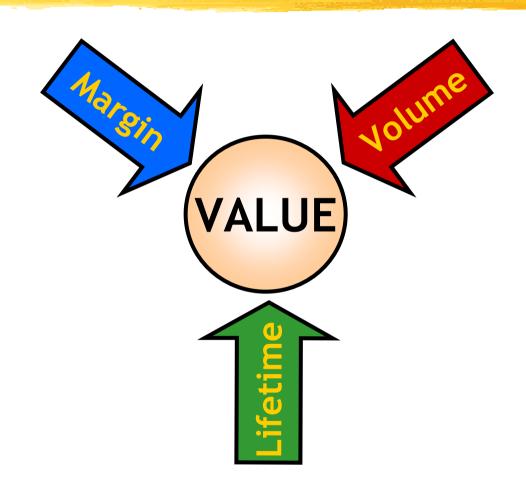
- The speed of change accelerates
  - Globalization dynamics
  - Industry restructuring
  - Competitive pressures
- Complexity increases
  - In society at large
  - In organizations
  - In *management*



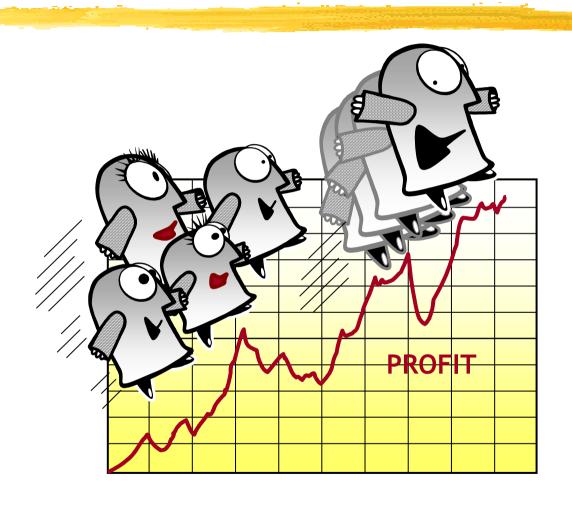
# Where are we heading?



# Three key value drivers



# Manage assets – *lead* people!



# The **business** axis

Operation ← Strategy

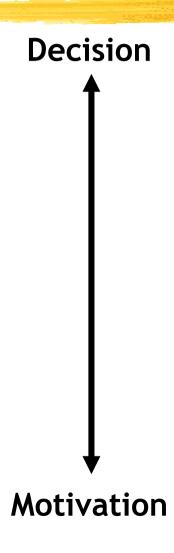
### The *operation* dimension

- Statements about the operation dimension:
  - "I truly *enjoy* operational matters!"
  - "I firmly believe that *profitability* keeps us alive!"
  - "I know our *products/services* very well!"
  - "The budget is my prime tool!"
  - "I am seldom surprised by our results!"
  - "I have very good *follow-up* routines!"
  - "I use every opportunity to *visit production sites*!"

### The strategy dimension

- Statements about the strategy dimension:
  - "I think strategy is my prime responsibility!"
  - "We have an annual strategy process!"
  - "Without a clear strategic direction the company would be drifting aimlessly!"
  - "I tend to be externally focused!"
  - "Discontinuities intrigue me!"
  - "I regularly *read books* on strategy!"
  - "I am regarded a strategist and proud of it!"

# The *human* axis



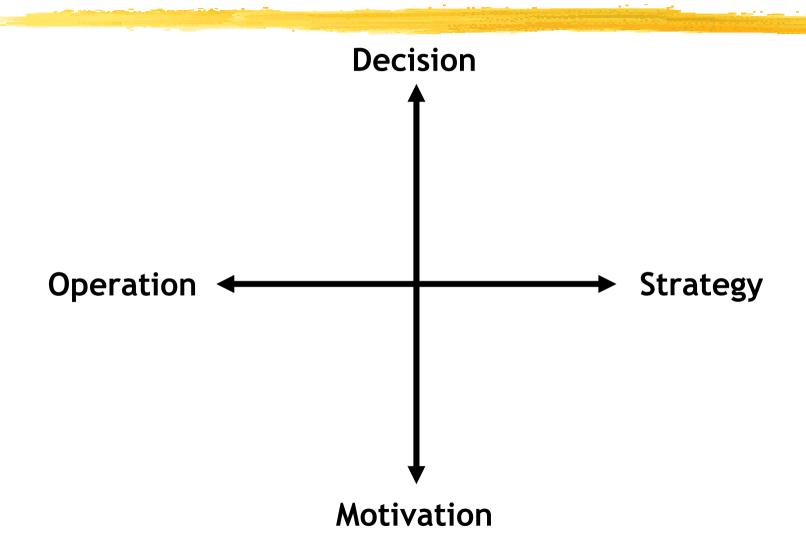
#### The <u>decision</u> dimension

- Statements about the decision dimension:
  - "Unless decisions are taken, nothing happens!"
  - "I give the *direction* and set *priorities*!"
  - "I simply *like* to decide to be the *boss*!"
  - "I feel good about most of my decisions and regret few!"
  - "I am *persuasive*!"
  - "I am expected to decide!"
  - "To *choose* is to decide!"

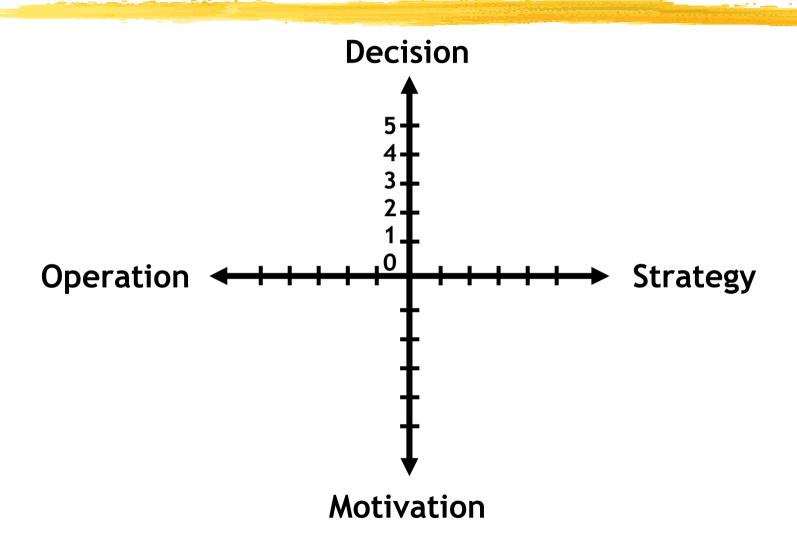
### The *motivation* aspect

- Statements about the motivation dimension:
  - "Motivated people acting in concert represent a *formidable force*!"
  - "I am the [a] front figure of [in] my company!"
  - "I am a *team-player* committed to *culture*!"
  - "I love people and it shows!"
  - "I enjoy holding *pep-talks*!"
  - "I am a good *coach/mentor* promoting *learning*!"
  - "True delegation rests on good motivation!"

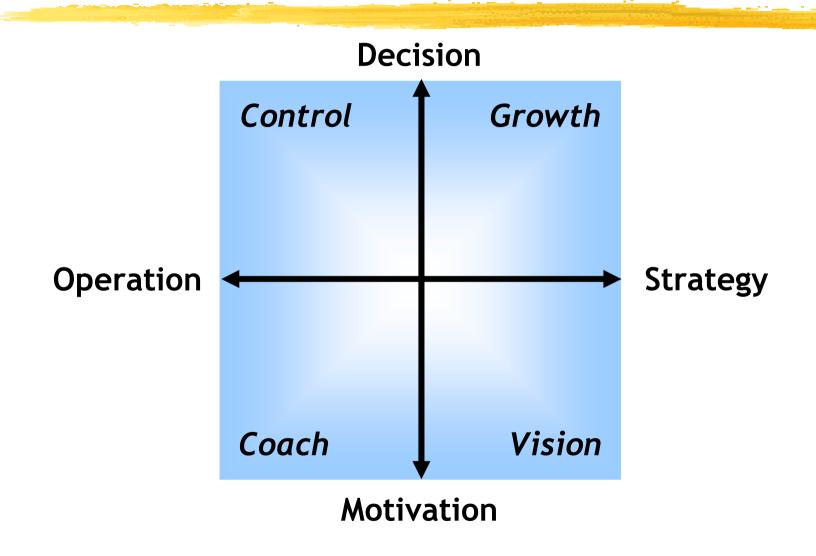
#### **Business & human axis combined...**



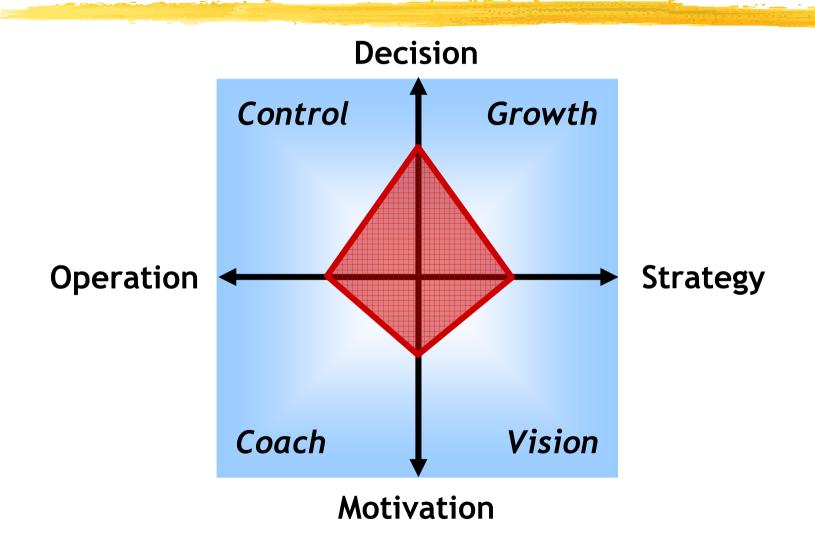
#### 0-5 score scale



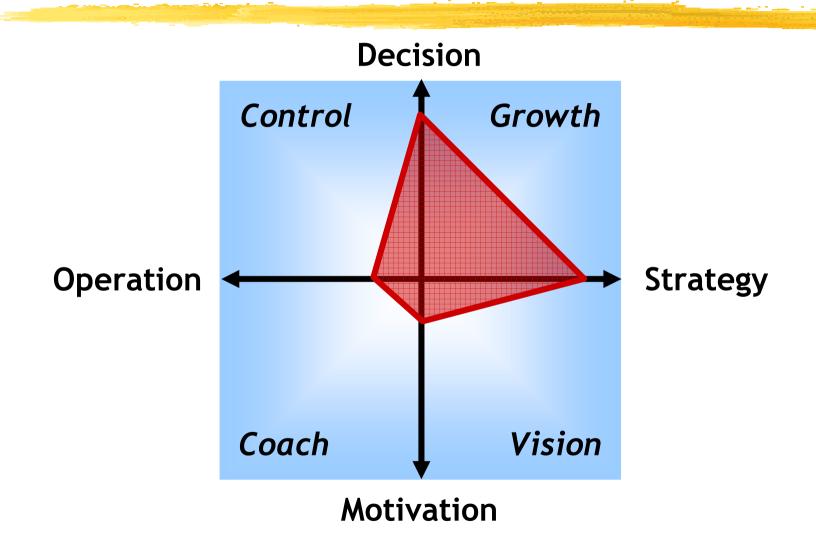
### The four archetype quadrants



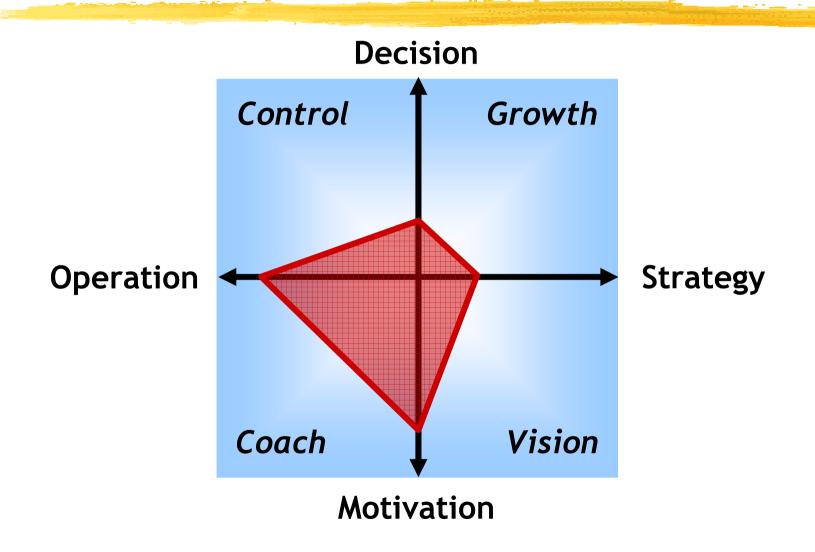
# The *management diamond*



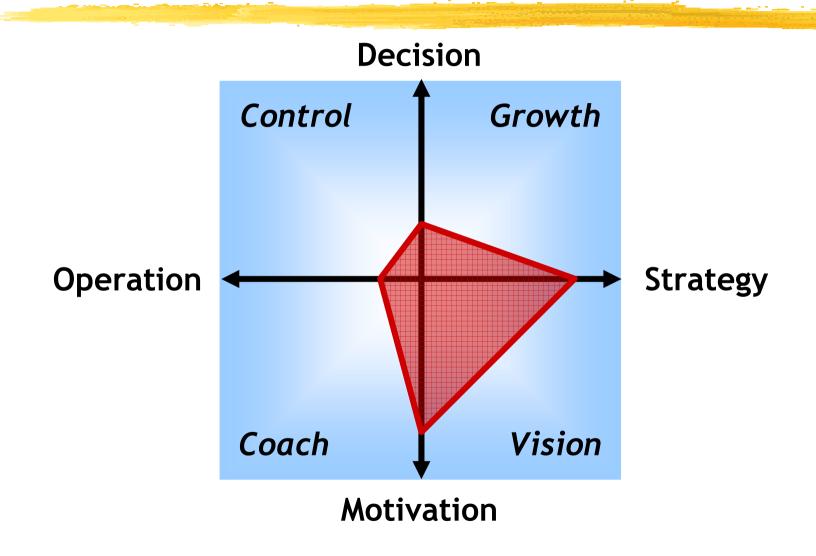
### The growth manager



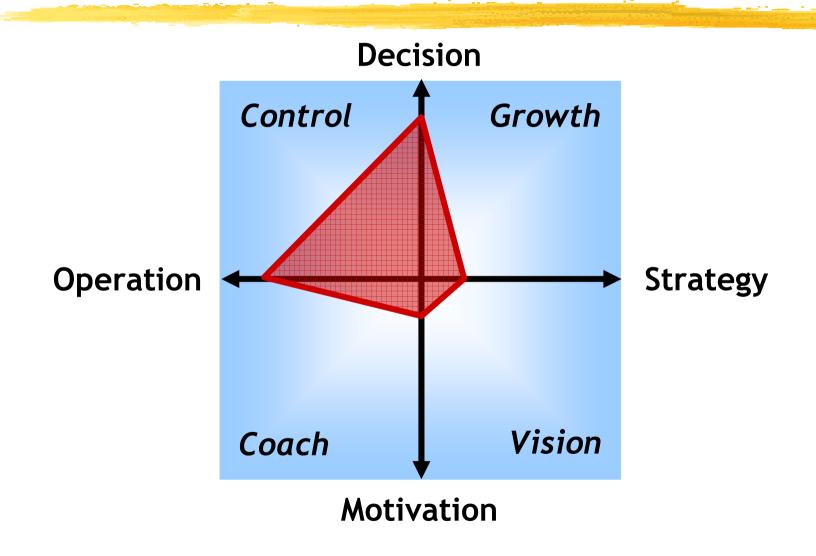
#### The coach



## The *visionary*



#### The controller



#### From attitude to action

- Balanced focus on operations, strategy, motivation, and decisions is important for the right attitude...
- ...but without «actitude» turning attitude into actions nothing happens!
  - Motivation is created by living an attitude
  - Decisiveness requires that actions follow attitude
  - Operations without actions make no profits
  - Strategy without implementation means stagnation

### The diamond scoring

- 5 "I strongly agree"
- 0 "I strongly disagree"
- Take a stand use integer scores!
- Exception: 21/2 a *neutral* or *average* score
- Both the diamond size and the shape are significant:
  - The <u>size</u> says something about *quantity* and is measured by the *area* of the diamond;
  - The <u>shape</u> says something about *quality* and indicates archetype inclination

### Computing the score

The area of the diamond is the sum of the four rightangled triangles of each quadrant:

$$= 3 = 2 \times 3 \times \frac{1}{2}$$
 (Growth)

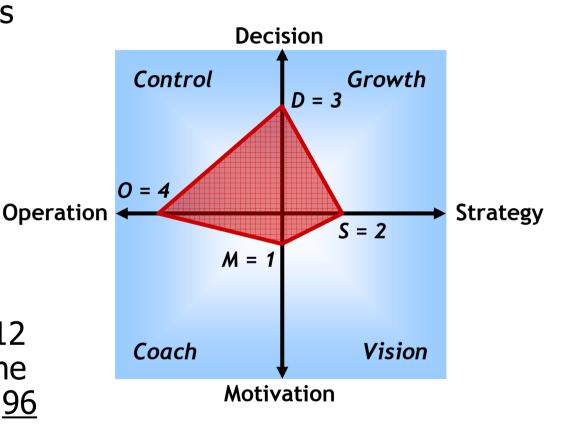
$$1 = 2 \times 1 \times \frac{1}{2}$$
 (Vision)

$$2 = 4 \times 1 \times \frac{1}{2}$$
 (Coach)

$$= 6 = 4 \times 3 \times \frac{1}{2}$$
 (Control)

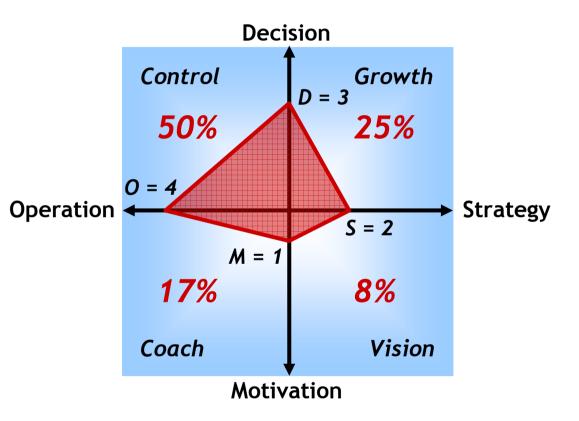
$$12 = 3 + 1 + 2 + 6$$
 (Total)

Multiply the raw score of 12 with a factor of 8 to get the normalized score (index): 96

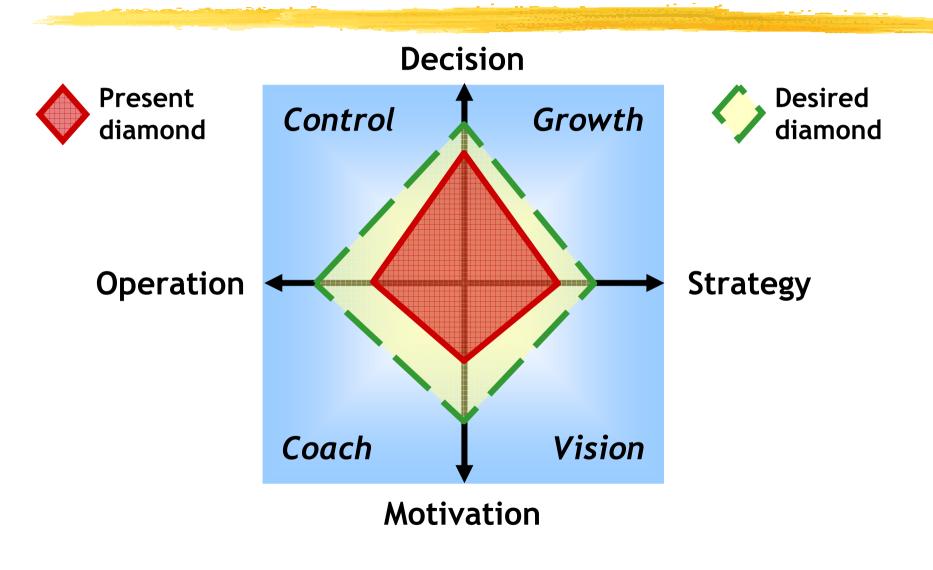


#### Interpreting the score

- The *size* or *normalized*score of 96 is slightly
  below an index of 100,
  equalizing a raw score of
  2½ on each aspect
- The *shape* of the diamond indicates a *controller*, since 50% of the score derives from the control quadrant



## **Setting goals**



# Be unique!



DEVELOP YOUR STRENGTHS - IMPROVE YOUR WEAKNESSES ...

### The management *team*

Handling today's complexity transcends any single manager's capabilities...

Only a well-functioning management team can navigate these challenging business waters

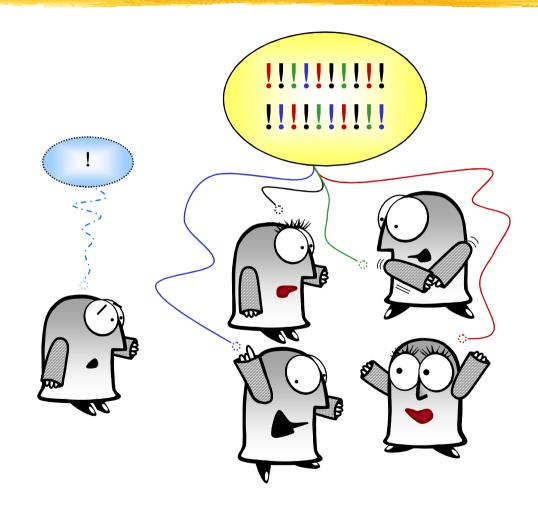
successfully Production **Marketing Marketing** Human **Finance** domestic export manager resources manager Bill Anne Peter Mary Paul

## Introducing *clout*

- To transform *individual* management diamond to *team scorecard* (or a team diamond)...
- Each manager's saying or *clout* is assessed:
  - In a 6-member team the average clout is 16.7% (100%/6)
  - If the COO has 25%, the average of the rest of the team is 15% ([100%-25%]/[6-1])
  - Clout is assessed in a discretionary, judgmental manner
- The clout is used to *weigh* each manager's individual dimension scores to a *team dimension score* and thus making a team scorecard

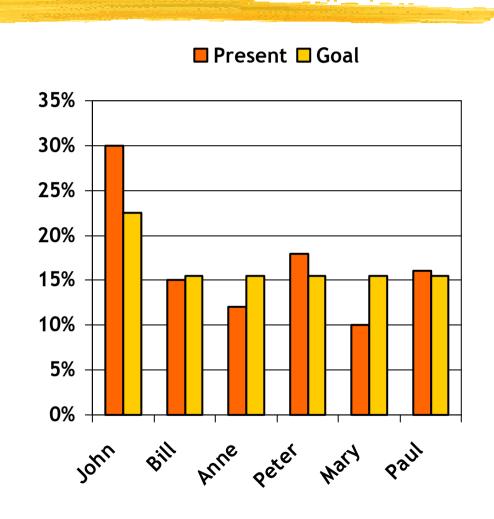
#### **Clout matters...**

WHY SHOULD
ANYONE BE ON
A MANAGEMENT
TEAM IF NOT
LISTENED TO?

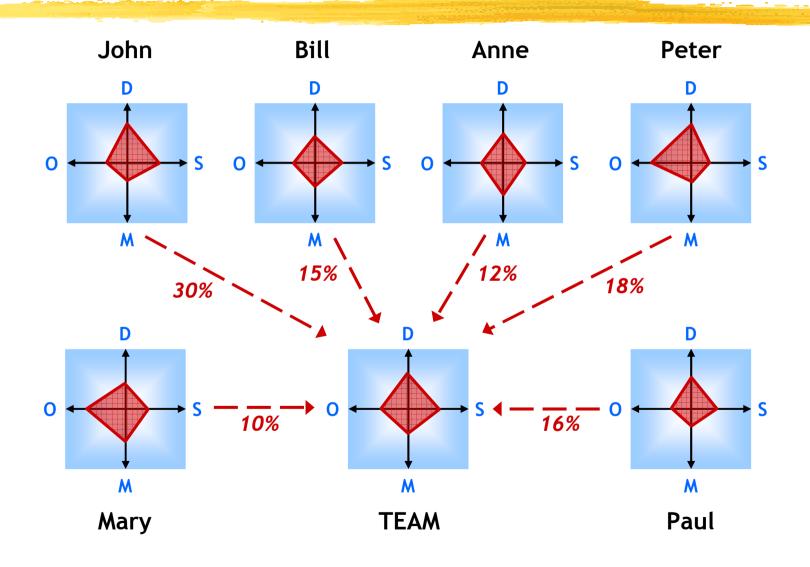


#### **Clout scores**

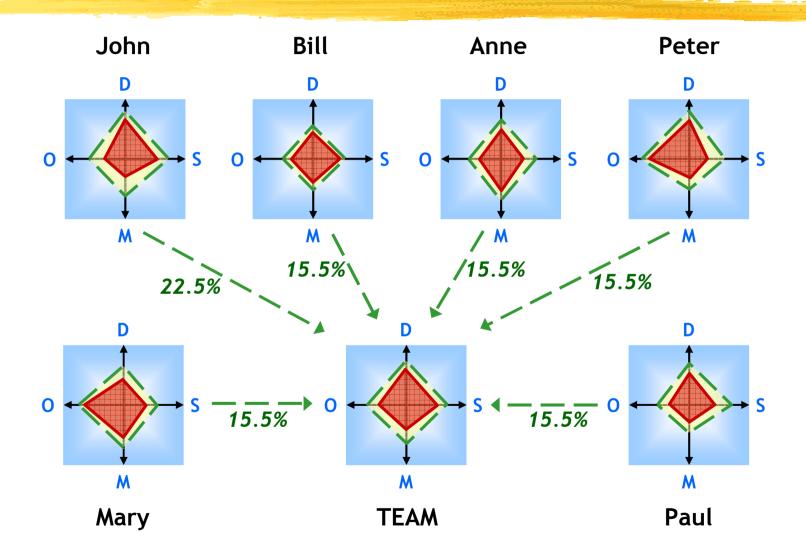
- Just as for the individual diamonds, the clouts scores can be altered...
- Thus improving the team's interaction and performance
- In this example − one desires to even the team members' clout



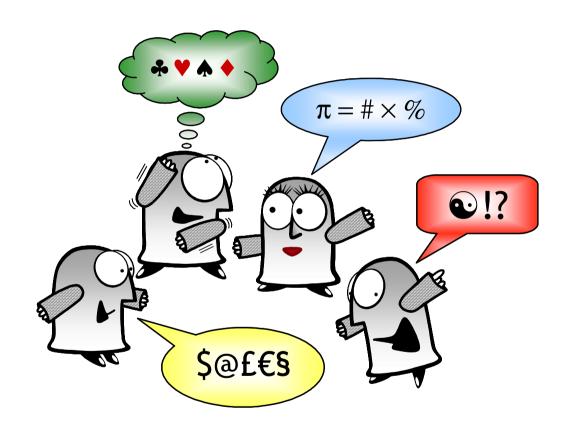
# The current team scorecard



## Aligning team objectives



#### **Team development**



TEAM DEVELOPMENT REQUIRES TRUE TEAM EFFORTS!

#### Principal process steps

- Identify the individual team members' present management diamond
- Assess the individual team members' present clout
- Draw the present team scorecard
- Considering the <u>company's challenges</u> and <u>team</u> <u>potential</u> – define the <u>desired team scorecard</u>
- Define the desired clout profile
- Develop the desired individual management diamonds that will <u>fulfill</u> the team objective

# **Team development matrix**

Aspect	John	Bill	Anne	Peter	Mary	Paul
Decision	Prioritize my decisions – let others come forth!	Improve the IT- based decision tools! (Manage- ment counselor)	Organizational learning – improve our decision process!	Accept different views – use value chain thinking more!	Improve my communication and decision follow-up!	"Don't be to pushy!" Focus on our "Cultural awareness"!
Strategy	Revitalize the strategy – focus turnaround; new export meetings!	Prepare strategic scenario tools – create proactive flexibility!	Engage myself! Improve process; translate strategy to organization!	Proactive R&D – matching design, quality, cost and performance!	Product/market forum with Peter and Paul.	Establish export strategy – product and market forum with Mary/Peter.
Motivation	Initiate motivation program. Set some "Big hairy goals"!	Common motivation program!	Motivation program – keep the "Diamond" process alive!	Motivation program – really improve my team relations.	Motivation program – participate plus coach the others!	Motivation program. What's our unique "company story"?
Operation	Start operative meetings with Peter! Refresh benchmarking!	Value chain drivers! Key performance indicators report!	Rollout of the "Diamond process" to the organization!	Operative support to John. Actively use benchmarking!	Develop the Internet shop – dealer/customer support.	Sales force training. Improve the distribution network!
Clout	Consciously let the others come forth!	Settle in the management group.	Be heard! Prepare well – speak out! Self- confidence	Be a better listener, be more patient and respect others!	Be heard! Prepare well – speak out! Self- confidence	Encourage honest feedback!

### Usage of the diamond concept

- On the *individual* level:
  - Improve self-understanding;
  - Promote self-development;
  - Contribute to self-actualization
- On the *team* level:
  - A tool for team-analysis;
  - A tool for team-building/team composition;
  - A concept that integrates team-development and the company challenges
- In business organizations, by strategy consultants and headhunters

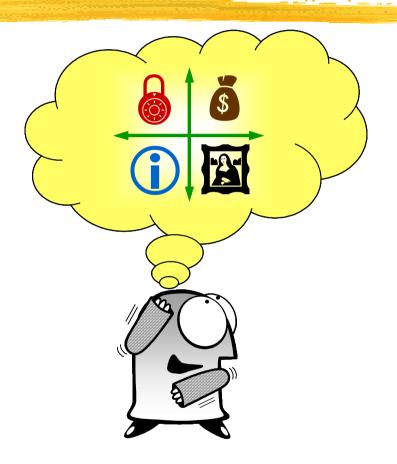
### An holistic and integrated model

- The management diamond focuses both the single manager, the management team, and the company
- This anchoring is necessary to go from attitude to action achieve sustainable improvement and development
- It recognized real assets as well as human capital



#### The **Diamond** - a no regret concept

- The Diamond concept provides *no regret guidelines* for management
- The model and score figures are not the main issues per se...
- Its significance is as a tool focusing on the importance of *strategy*, *operations*, *decisions* and *motivation* and last, but not least, their interaction



VISION, COACHING, GROWTH AND CONTROL BREED SUCCESS