# **Aligning HR to Business Strategy**

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CavinKare Dairy Division



#### CavinKare Beverage

Trends In Vogue Private Limited

Hemalatha Enterprises Private Limited (HEPL)

CK School of Practical Knowledge Jayaram Engineering college

United Agro India Private Limited



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## **HR** and **Business**

- Aligning employee expectation to meet Business
- Meeting people Goal & Business Goal
- War of talent War of retaining talent
- HR action, thinking \_\_\_\_\_\_ Business Expectations
- Offer creative solutions to find, motivate and engage

# HR with Business – Check list

Value	What is the Value it gives to your stack holders?
Relevance	<ul> <li>Internal focus or with business?</li> <li>to the context with business, people, situation and time</li> </ul>
Context	<ul> <li>Flexibility with business change</li> <li>with business, requirements</li> <li>Context keeps changing</li> </ul>
Alignment	<ul> <li>with BSC of the organisation</li> <li>with the need of the business, people, OCB</li> </ul>

# **Guiding Principles**

Business will accelerate quickly than imagine – Agility, Adaptability and Authenticity – the need to be seen as a providing value Continue to balance with longterm with shortterm – a biz imperative

Delivering pleasant surprises to employees without compromising on business outcome The business challenges – tough and tougher times – demonstrate we are ahead of competition Clarity on HR Role- where do we reach

- Co-Production to Co-Creation (CK Prahalad)
- Two distinct function of HR
  - HR strategic effectiveness
  - HR administrative effectiveness
  - It is not an Either /or question
- Administrative building blocks
  - Done correctly, maintain a credibility but not the end
  - Need to expand in to strategic arena
- "Organizations need HR people who know business, can influence the culture, and make positive change happen within an organization; doing so will bring personal creditability to HR" (by Ulrich).

# Evolution of the HR Role





Measure

Yesterday Employee good Feeling Today Business Competitiveness

# Paradigm shift in the HR role over the decades to address the changing business needs.

#### Traditional role of HR

- Administrative /Time office /Payroll Staffing
- Evaluating / Rewarding
- Motivating / Mentoring
- Developing / Maintaining Culture
- Managing / Controlling

#### Current Expectation from HR

- Administrative Expert
- Employee Champion
- Strategic partner
- Change Agent
- Leadership and Value Creation

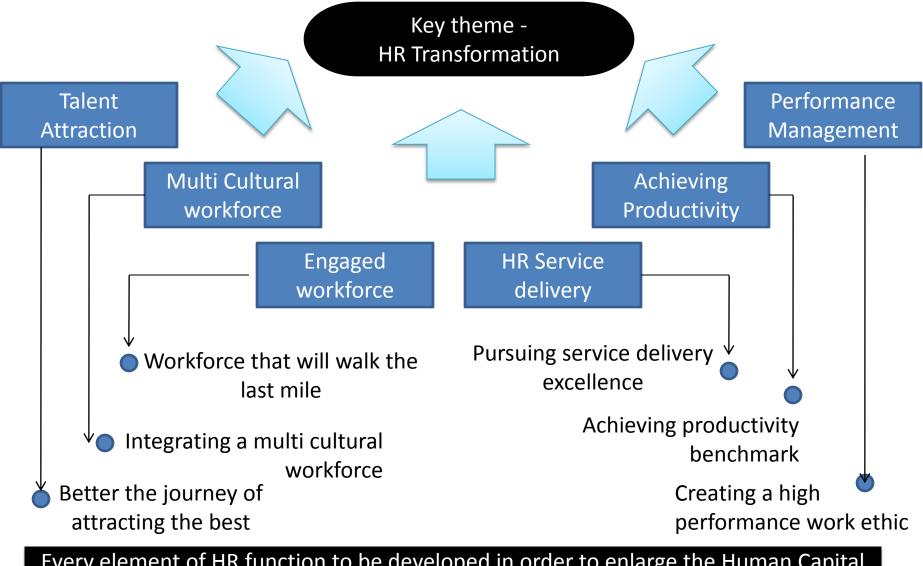


### HR role as expected...

#### Support function

# Strategic supporting

# HR Transaction to Transformation



Every element of HR function to be developed in order to enlarge the Human Capital in the organization

## **HR** Competencies

Knowledge of the Business

Strategic HR Performance Management

> Personal Credibility

Build business knowledge, financial knowledge, Consulting skill Delivery of HR practices

Management of Changes

Management of culture/diversity

# Managing Talent

- What is Talent:
  - How quickly we learn, unlearn and relearn in line with business change.
- What is appropriate, acceptable and rewarded one point of time can not be stable for another period.
- Break conventional hierarchy, structure and position with what required for the time and change of period
- External pressure on Talent:
  - Globalization, urban and rural continuum, Highly mobile workforce
  - Talent 'demand supply mismatch'
  - Educated but not employable
  - Intensifying war for talent not just within, but across industries
- Internal pressure:
  - Forecasting quantum of talent
  - Managing employee expectation
  - Make or Buy

Horses for Courses – key to managing talent

- Defining /redefining talent at every level of the organisation as business context evolve
- Creating an appropriate employee value proposition
- Focus Dilemma: The A player or B?
- Enabling lateral or vertical mobility of talent
- Career: Breadth or Depth?
- Tracking Talent productivity with suitable matrix

# Measure HR

HR Objective	Measure of Strategic Readiness
1. Strategic Competencies: Understand what competencies needed, available, and plan to close the gap.	<ul> <li>Strategic Talent Gap</li> <li>Key Employee Retention</li> </ul>
2. Leadership: build leadership pipeline	<ul> <li>Leadership Gap</li> <li>Employee Survey of Leadership</li> </ul>
3. Culture: internalize a shared vision, aligned with strategy	<ul> <li>Cultural Alignment Survey</li> <li>% of personal understanding strategy</li> </ul>
4. Alignment: personal goals linked to organisation goals	<ul> <li>% of Goal Alignment</li> <li>% of Incentive Alignment</li> </ul>
5. Learning/Knowledge: sharing of knowledge & experience needed by the strategy	<ul> <li>Sharing across departments: best practices, key people, teams, rewards.</li> </ul>

# Strategy is all about Execution

Given the business realities HR must aim to always create Values

How to THINK about HR — How to DO (TRANSFORM HR)

- Managing Paradoxes in line with Business Context
- Managing Organisation capabilities
- Managing HR practices suitable with Individual/ organization

