Modern Restructuring for Success



Prompt: "on the left is an old building, partially ruined. The architectural style is Victorian or Georgian. On the right is a partially-constructed elegant futuristic building with sweeping lines. Men and women in Western professional clothes are gathering raw material from the ruined building to construct the new one. image style is photorealistic."



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Restructuring remains an approach that organisations will pursue for cost, customer service, and capability



Rising costs demand efficient solutions

Increasing expenses necessitate strategic restructuring efforts for organisational sustainability



Customer service as a restructuring catalyst

Enhanced customer demands require responsive structural changes to maintain competitiveness



Changing capabilities as a catalyst

As technologies change organisations require new capabilities



Common pitfalls in traditional methods

Neglecting comprehensive planning often leads to ineffective implementation and disadvantages



However, restructuring has a mixed reputation...

reasons



Restructures have a consistently high failure rate, with most of us having seen disappointing attempts

Poor strategic concept

Limited consideration of the They fail for three fundamental broader operating model

Poor change management

A modern approach...

Incorporates operating model thinking:

Integrates diverse organisational elements to enhance mission delivery effectively

Ensures 'value driver tree' thinking is imbued in the metrics:

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Facilitates clear and consistent linkage between organisational value and performance metrics

Leverages modern • technologies:

Uses effective and affordable tools to capture and analyse organisational structure efficiently

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Contemporary methods: ۲ Ensures that the right steps are followed in the right way

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It is critical to broaden our thinking from "structure" to "operating model"

Features of a highly effective operating model

Adaptive to modern challenges Equips organisations to navigate complexities by iteratively refining the operating model ¥= ** Integration of Operating interconnected elements model Ensures harmony between processes, technologies, skills, and policies for optimal 8 8 8 efficiency ₫ C

Holistic organisational framework

Encapsulates all essential elements for cohesive mission alignment and operational synergy

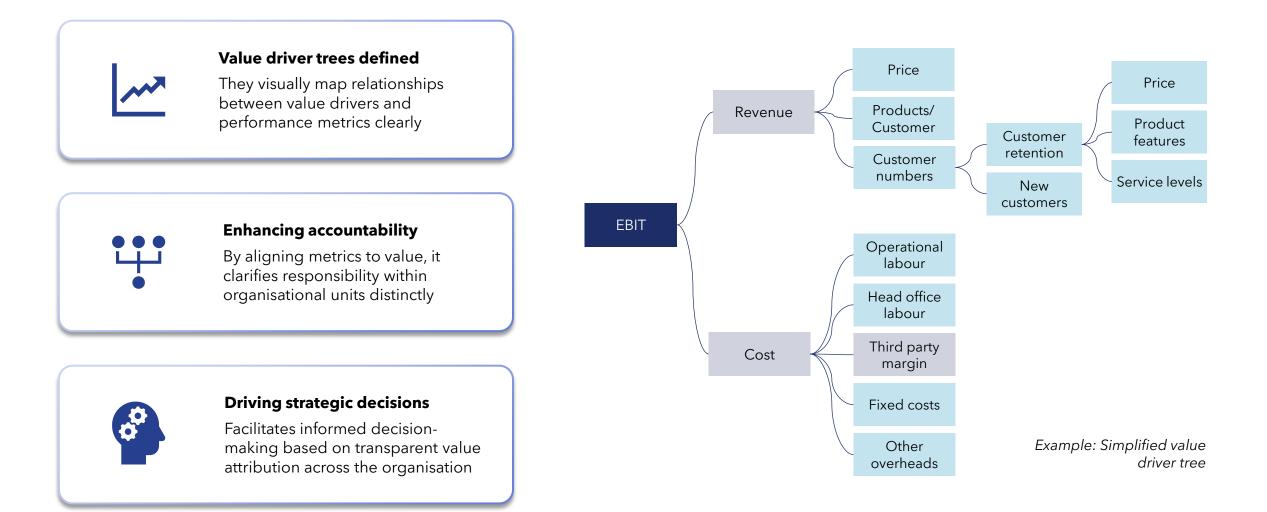
Organisations do not work by structure alone

New structures require other supporting elements of the operating model to be in place, for instance

- Metrics
- Incentives
- Processes
- Authorities
- Ways of working



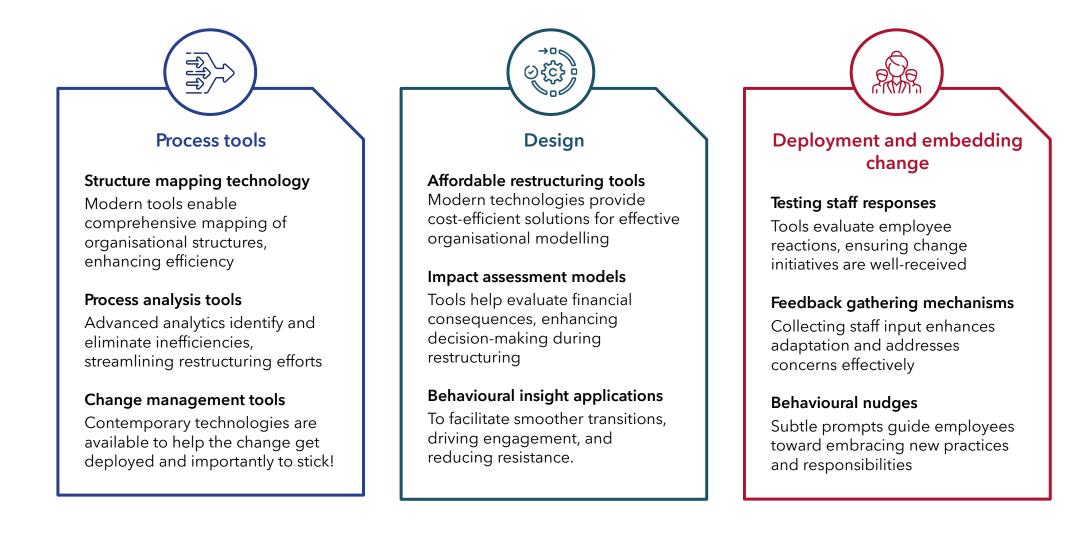
Metrics need to align with value creation in practical ways



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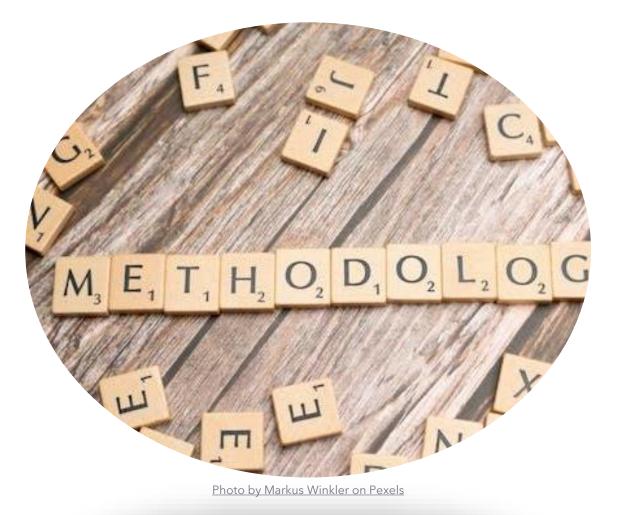
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There is a host of contemporary tools that can help you with restructuring



There are first rate restructuring methods, which generally incorporate these elements

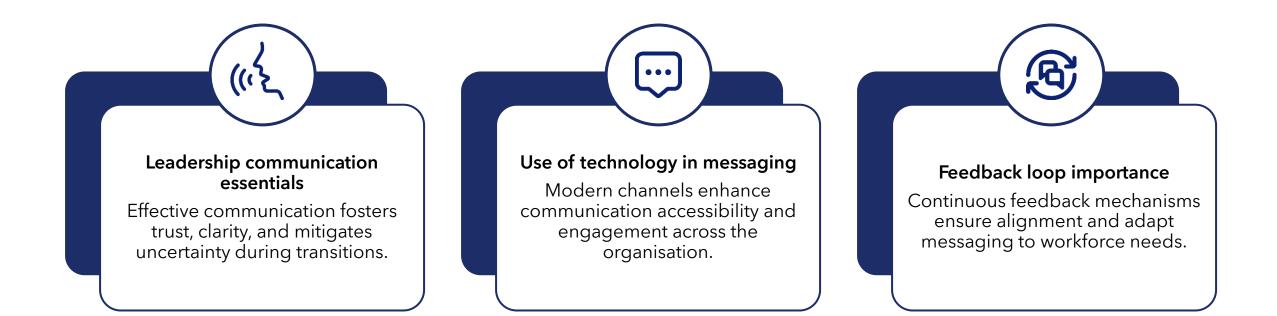
- Scoping redesign areas: Identifying specific areas for change is critical for focused restructuring efforts.
- **Defining objectives clearly:** Well-articulated goals align stakeholders and drive effective organisational transformation
- Understanding the current state
- Developing design principles
- Understanding contemporary options / solutions
- Co-designing solutions
- Modelling solution impacts
- Selecting solutions
- **Preparing comprehensive implementation plans:** Detailed plans ensure smooth execution, prioritising leadership's role in guiding change



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Naturally, leadership is the defining factor for success





Contact details and disclaimer

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