

BUSINESS AS (UN)USUAL: TRANSFORMING TOWARDS CUSTOMER OBSESSION

Speaker: Katja Forbes, Managing Director, Designit **Moderator**: Arlene Kristianto, Director – Business Advisory, RSM Australia



Webinar reminders

- This webinar is being recorded and will be made available to all participants along with the presentation slides and other related materials.
- The webinar will run for approximately 1 hour.
- All participant/attendee lines will be muted.
- There will be a Q&A session at the <u>end of the presentation</u>.
- Enter your questions in the Q&A box located at the bottom of your screen.
- For further information about our speakers, the topics or about RSM, visit <u>rsm.com.au</u>.



Meet the speakers



Katja Forbes Managing Director, Designit Speaker



Arlene Kristianto

Director, Business Advisory, RSM Australia

Moderator



BUSINESS as **Transforming Towards Customer Obsession**

Katja Forbes, Designit A ctober, 2020



Covid-19 has shown us how vulnerable we are



Intro





The biggest threat of COVID-19 is zero visibility

Zero visibility of virus itself which causes threat to lifeZero visibility when it will be stamped outZero visibility to foresee the future even next week



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Even in zero visibility, the company looking forward and taking action for the future has power to make decisions and prioritise investment based on human perspective.

How could this crisis change the world by accelerating existing trends and making humanity face hard choices?

Underlying trend

Moderate scenarios

Extreme scenarios

Transition to remote working

- WFH is common place and people have come to expect to be able to be with their families
- Companies that can establish a standard in remote collaboration experience (how tos, norms, rituals) have a significant competitive edge in the beginning
- In the services industry, **country price premiums** are eliminated. There remains a slight premium for certain **timezones**
- Teams work on projects from different countries; team members agree on a "local" timezone to live in

- Thanks: James Buchanan-2019



Urbanization

- Social norms have changed to radically extend personal space

- Physical spaces will be redesigned with much **more** space per person

- Urbanization is slowing down in parts of the world, people are moving back to suburbs and the countryside



Underlying trend

Personal Monitoring

- Radical acceleration of quantified self applications and devices for early illness detection

- Governments thorough monitoring of citizens has become commonplace, and we accept it because it saves lives
- In order to travel, work and even socialize we'll have to disclose our health-tracking data

- Thanks: James Buchanan-2019

Moderate scenarios

Extreme scenarios



Shift in employment relationships

- Companies will compete on a UVP for their employees children - eg. Remote education
- In a world where the shortages at supermarkets eliminate class barriers, companies will **compete to keep their** employees and clients safe and stocked with goods
- A big premium will be given to **employees without** children, whose productivity is substantially higher



Underlying trend

Moderate scenarios

New business models

- The delivery model is not sustainable as it is, and shipping and return fees are reintroduced, causing major shortages
- In a world where everything is delivered, the last barrier to disintermediation, i.e. personal local acquaintance is **eliminated** in many services (eg. Local stores, insurance brokers, etc.)

Extreme scenarios

- The delivery system collapses and we go back to shopping locally
- Delivery bots and drones are rushed through tests and finally become a reality

- Thanks: James Buchanan-2019



How can your businesses respond to your challenges?



It depends a lot on your mindset

What is a mindset?



source: Harvard Human Resources

the **ideas and attitudes** with which a person approaches a situation.

Design thinking & Mindsets



source: Harvard Human Resources

Design thinking is a **deeply human process** that taps into abilities we all have but get over-looked by more conventional problem-solving practices.

Design thinking requires an experimental, collaborative, and optimistic mindset.

Experiments needed.

With **increased uncertainty**, the past cannot predict the future.

Although we all yearn for assurances, **prescriptive strategies are likely to fail**.

Experimentation will be necessary.



https://jackpjohnson.com/miniature-london-tilt-shift-photography



Better by collaboration.

COVID-economics impacts demand, supply and ways of work across systems of health, education, work & government.

It demands collaboration for creating sustainable inclusive solutions.





Optimism is real.

While COVID epidemiology is scientific, The economics is driven by human subjectivity and is affected by mindset.

Optimism by design will play a **tangible role** in rebuilding after this crisis.





The future is human.

COVID-19 is challenging humanity to go beyond profit-driven transactions, to value driven relationships.

From the **reactive** persistence of healthcare workers, to the **responsive** supply of missing medical equipment.

As we **rethink** the future, design fuses **values and value**.

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Transformation is about people, not technology

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Digital Transformation © 2018 Designit



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A touch point is not a channel









The vision & path to become Customer Obsessed is unique for each organisation.

We believe in creating a step by step process for a holistic and cohesive transformation journey.





The destination & the path.

Setting the foundations.

A Customer Obsessed transformation requires understanding **both front and backend dimensions** of the organisation to unveil potential opportunities, possibilities, risks and ambitions.



RSM Symposium. 2020 Designit This insight will help us ensure that the transformation is being formulated for the right outcomes and based on the right context.

Based on real customer insight.



Mapping the organisation's current customer experience, v can create **a foundational picture the current value proposition** and its response customer needs and realities.



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	To maximise outcomes and
we	minimise risks, this will require
	insights based on real and
	actionable customer data,
e to	beyond initial assumptions and
	conventions.

Projected from organisational realities.



To set the organisation up for success, we must **develop a robust understanding of the current setup**, building a blueprint of the organisation across people, processes and technology for the key areas.



RSM Symposium. 2020 Designit Through this exploration we will gain **insight into the organisations readiness for change**, informing the creation and execution of a tailored transformation plan.

Setting the destination.

A clearly defined vision is the cornerstone of a transformation process. It ensures that the organisation navigates through the process with cohesion and a clear direction.





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A Customer Obsessed vision must contain all the elements to keep the organisation **aligned** – from top to bottom– and provide guidance through its defining attributes,

principles and value proposition for the customer.

More than aligned, its co-designed.



A design-led approach brings all **Alignment becomes an** key stakeholders together to intrinsic characteristic of participate in the relevant design the transformation program considerations and decisions when it is co-designed by all stakeholders. through a facilitated process.



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A workforce that boosts transformation.



Employees are essential actorsTo embrace the new vision theyduring the transformation. For itswill require full transparency, andsuccess, we'll need to ensurethe space to generatethat they have the means toopportunities, and contributebe active participants alongto define and align on thethe process.future state.



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The destination & the path.

A new way of operating.

Upon an ever evolving landscape, we need to be able to **respond quickly and quicker to changing customer expectations**. Conventional models are not that able to handle this context and are quickly stressed to the limit.



RSM Symposium. 2020 Designit A Customer Obsessed organisation requires a fully responsive and adaptable operating model, that can enable the current business model but **allow to rapidly create and adopt new strategies**.



People first.



Understanding **the cultural and "soft" realities** of employees is an essential factor

to get your teams' buy-in, grow new capabilities and bring in new talent.



RSM Symposium. 2020 Designit Prioritising people empowers employees to drive the transformation, and accelerate the adoption of a new culture and operating model.

Processes that empower teams.



Organisations that have their customer at the core of their operations create **an employee experience that empowers their teams** to go the extra mile for the customer.



RSM Symposium. 2020 Designit This means addressing the
relationships between
processes and employees,
and shaping them to enable
cross-functional
collaboration around the
customer experience.

Systems to enable real customer value.



Technology systems are not the cornerstone of a differential value proposition, but are the **key enablers for teams to focus on producing real value for customers**.



RSM Symposium. 2020 Designit The system architecture will need to be **composed to deliver a seamless customer experience**, independently of being an *offthe-shelf* solution or an ecosystem of applications.

Steady, staged transformation.

A Customer Obsessed transformation requires **careful** planning and change management for the new vision to be implemented without disrupting the organisation's activity, and enhance the customer experience.



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The rollout of the new processes, systems and cultural values demands the creation of controlled environments to start small and scale consistently.


Starting small to learn fast.



Designating a small part of the organisation to pilot the transformation is key to

evaluate outcomes while bounding potential risks.



RSM Symposium. 2020 Designit Through initial pilots, we are able to iterate and refine the transformation program, **maximising positive outcomes while managing potential risks** for the organisation and the customer experience. 34

Scaling up, down to the detail.



For the transformation to scale consistently, it is essential to ensure that teams and business units have the needed **support** and guidance throughout the process.



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Clear communication and well established feedback channels are essential to understand the particularities of each area of the organisation, and **adjust** the new operating model accordingly.

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So what are the human questions you need to be asking?





Look outwards as well as inwards

Do you know which customer journeys matter most?





What are the new consumer behaviours and expectations?



What do my colleagues need to do differently?



What do I need to do differently?





Are teams collaborating across boundaries?



Who could create additional value if they were working together more closely?



Is technology the right replacement for human activity?





Are your people actually empowered to take action?





All great transformations need a leader. Who will lead in your organisation?





CX & Digital transformation is not just about the technology, it is about what that technology enables.

Intro

Ask me how! katja.forbes@designit.com





Thank Month

Please reach out with any questions. katja.forbes@designit.com





Questions and answers?



Thank you for your time and attention.

The latest information and webinar details can be found at: **rsm.com.au**





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THE POWER OF BEING UNDERSTOOD

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