Case study



Siemens

A huge and diverse organisation, the global technology giant Siemens has 21,000 employees and net sales of around €4bn a year in the UK alone. It pioneers electronic solutions as varied as molecular imaging, baggage handling and traffic systems, and operates in the finance and real estate markets.



Project background

Talent management can be a real challenge for an organisation as large as Siemens. To identify and manage high-potential senior managers from across its 20 businesses, Siemens Corporate has established a Talent Management Board that reports directly to the CEO and CFO of the UK operation. One key activity for this board is a Management Development Centre (MDC), run in association with OPP®, which aims to develop director-level capabilities across the various businesses.

"Siemens is an organisation characterised by its multiple divisions and a great deal of merger and acquisition activity," explains Teresa Frost, Personnel Manager in charge of internal talent management across Siemens UK and OPP's provision of the MDC. "One of our key priorities is to have strong leaders who are enabling their people to give their best to the organisation."

The MDC programme aims to identify these future leaders, recognising the potential of functional and technical experts as well as those seeking a role as Finance Director, Managing Director or CEO of one of the organisation's many business units. Teresa comments: "Our work with OPP is helping us develop our leaders to deliver on the Siemens 'People Excellence Strategy'. We work on the philosophy that

MANUFACTURING SECTOR

Business needs

- > Talent Identification
- > Focused development plan for high-potential managers
- ➤ Upskilling of HR staff

Psychometric tools used

> MBTI

Benefits

- Increased visibility and career mobility for participants
- ➤ Re-energised team of senior managers
- Deeper understanding of the skills, needs and management style of future leaders

The MDC has helped participants understand their own strengths and development needs, while at the same time giving us the information we need to provide them with suitable opportunities and career paths.

Teresa Frost Personnel Manager everyone has talent. Drawing on this pool, we are increasing the number of high potentials from an international perspective. The MDC has helped participants understand their own strengths and development needs, while at the same time giving us the information we need to provide them with suitable opportunities and career paths."

The solution

At the heart of the two-and-a-half-day MDC event sits a challenging business simulation in which ten participants each take on the role of Managing Director of a fictitious organisation which faces similar operational and strategic issues to those they might encounter at Siemens. Throughout the simulation they are observed by OPP coaches as well as Siemens HR managers who have previously been rigorously trained by OPP. The observers then categorise the behaviours they see using a structure based on the organisation's global competency framework.

The information collected is then fed back to participants in a two-hour one-to-one session on the third day of the event. Feedback on the key themes for each participant is then given to the Talent Board and directly to the Group CEO and CFO.

Participants also receive feedback from a variety of sources, including other participants, a 360-degree feedback and the MBTI questionnaire. Consequently they gain a fuller, deeper understanding of their current capabilities and the development they might need to achieve their ambitions. This feedback is entirely confidential and shared with the organisation only in an anonymous aggregate format so individuals are allowed the privacy to address their inner needs and concerns, whilst the organisation gains greater insight into the personality of its senior management group.

Following the event, each participant receives their own in-depth development report integrating all these sources of information. They then meet with an OPP coach to discuss ways of taking things forward – a session that is often supplemented with a three-way discussion with their line manager. The OPP Leadership Guide, a binder designed for the MDC, offers participants a structure within which to frame their development activities.

Results

With successors identified for 42% of business-critical jobs, a great deal has already been achieved, but there is still some way to go. Teresa comments: "The MDC programme is integral to Siemens' career planning and

succession planning, including the route to Managing Director or Finance Director, and, in the longer term, to CEO or CFO. On several occasions we have returned to OPP's reports to supplement our decision-making around future promotions, looking at the simulation alongside a body of other evidence to help give us greater confidence that we're placing people in the right roles. The insights from the MDC also give us a clearer idea of what we'll need to do to help the incumbent adjust to their new role."

Teresa is eager to stress that "the MDC is not a performance-management tool and we're keen to ensure participants and their managers know this well in advance. In the early days of the programme we found some managers sent their people to the event for the wrong reasons, which can be demoralising for that individual and their colleagues at the centre."

Such issues have now been resolved and benefits are already evident. Since the programme began in early 2005, Siemens has seen a significant increase in the internal mobility of its high-potential managers. Several have been promoted within their business unit, others have moved into other Siemens organisations and a few have moved internationally. Some participants have even contacted OPP afterwards to deliver similar activities within their own business units – a testament to the positive impact the event and subsequent coaching has had on them. The MDCs therefore look set to remain regular, popular fixtures in the Siemens calendar.

Established in 1989, OPP is one of Europe's largest providers of business psychology solutions. Its market-leading personality assessments include the Myers-Briggs Type Indicator® (MBTI®), FIRO®, TKI™, EJI™ and Strong™ instruments.

This portfolio supports high-impact results for unlocking business potential and personal development, including team and leadership development, improving communication, building resilience and conflict resolution.

To find out how OPP can help your organisation, call +44 (0) 1865 404 500 or visit www.opp.com.

