

Building New Operating Models: the Art and Science of Digital Execution

September 2019



CIO EDGE: WHAT ARE YOUR BARRIERS TO SUCCESS?

"Internal conflict, legacy, budgets, inability to transform and unclear ROI are the five reasons for CIOs' IT initiatives to fail or to be dismissed."

Top five barriers...

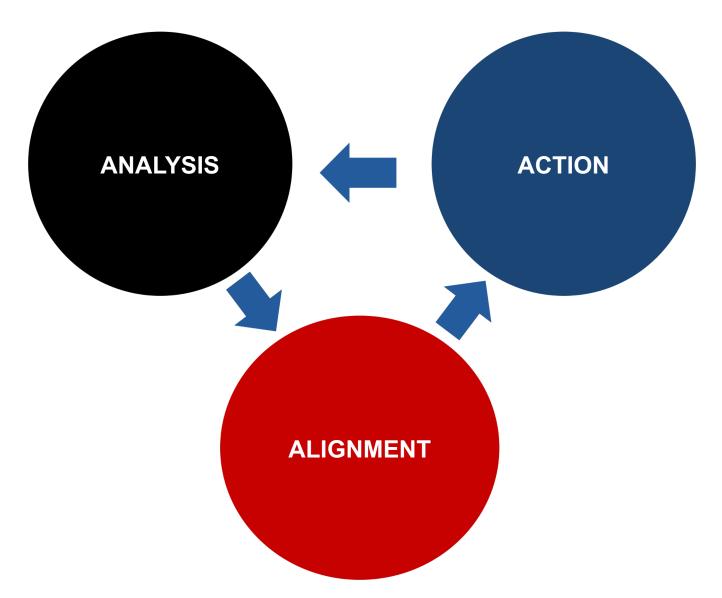
Conflicting business priorities among departments

Legacy mindset & processes

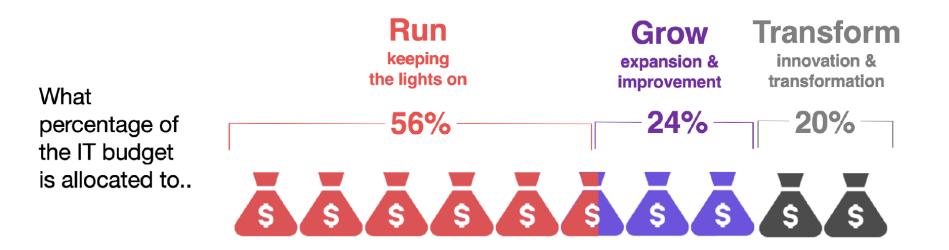
Lack of budget for transformational initiatives Interdepartmental communication & collaboration

Difficulty
demonstrating
the ROI of
tech spend or
performance

Lack of leadership alignment: Companies can't manage the cadence of solution development and alignment



Growth and transformation are a major part of the CIO agenda... But what do they mean?



SOURCE: ADAPT CIO Edge Sep 2019. Sample Size 164 Australian & New Zealand CIOs

Companies must be clear about the priorities of their digital strategy

CUSTOMERS

AREA 2 (EXPERIENCES) DIGITIZE EXTERNAL STAKEHOLDER INTERFACES

Create better end-to-end stakeholder experiences through connectivity, data and automation



AREA 3 (GROW & TRANSFORM) DISCOVER & SCALE DIGITAL BUSINESSES

- 1. Producer offering digital products or services
- 2.Platform facilitating exchange of value

AREA 1 (OPERATE & OPTIMIZE) DIGITIZE CORE PROCESSES

Lower costs and increase efficiencies by capturing data and automating processes

IT INFRASTRUCTURE

Competing

Against

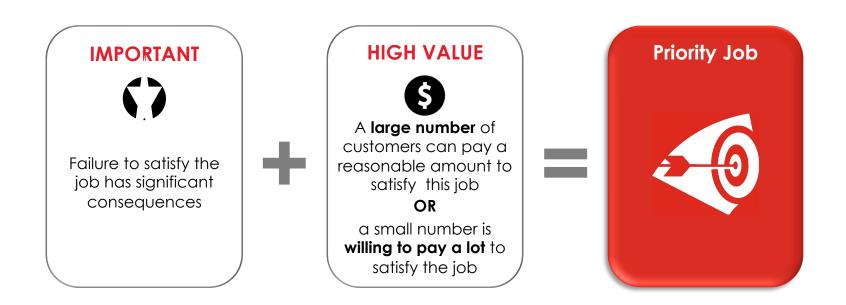
Luck

THE STORY of INNOVATION and CUSTOMER CHOICE

CLAYTON M. CHRISTENSEN

Taddy Hall, Karen Dillon, and David S. Duncan

Priority JOBS are both important and high value



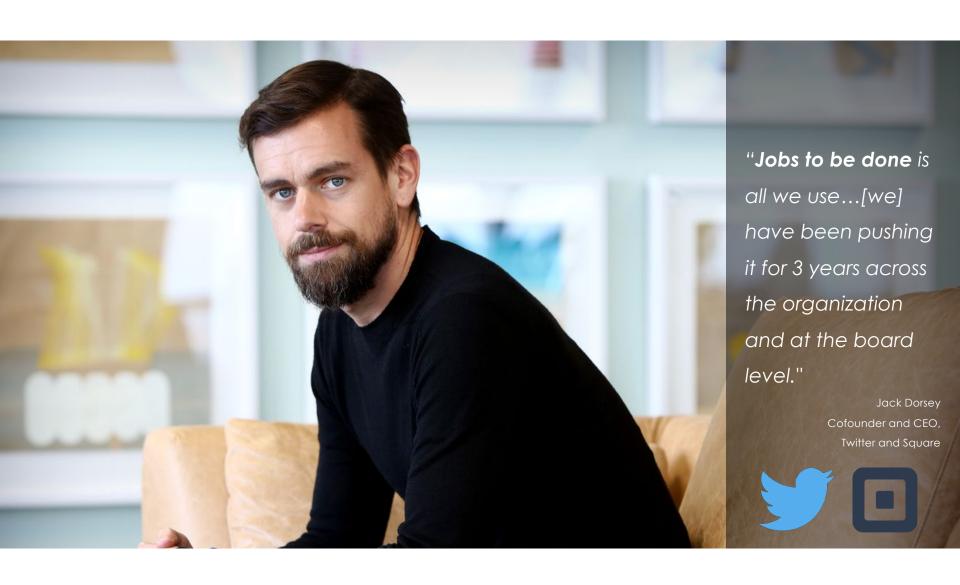
Customer evaluate solutions to their JOBS to be done based on dynamic performance criteria that changes as certain performance criteria becomes commoditized

The parable of the white sneakers. . .



The parable of the microwave...



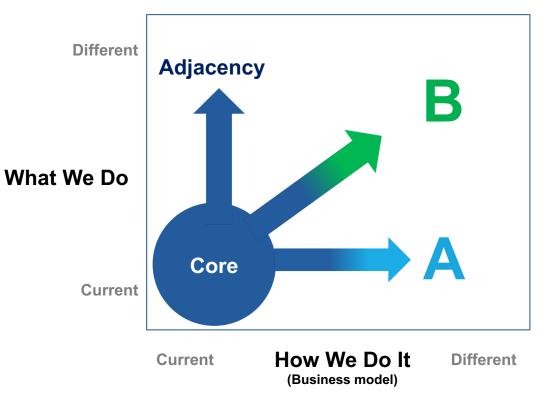


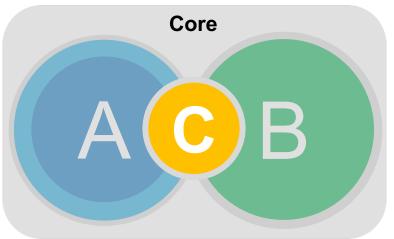
DISRUPTION:

A NEW WAY TO SOLVE AN OLD PROBLEM

(by leveraging business models and technology and attacking form below)

Innosight's Dual Transformation Framework provides a powerful lens to categorize Area 3 initiatives





What capabilities or assets will we leverage?





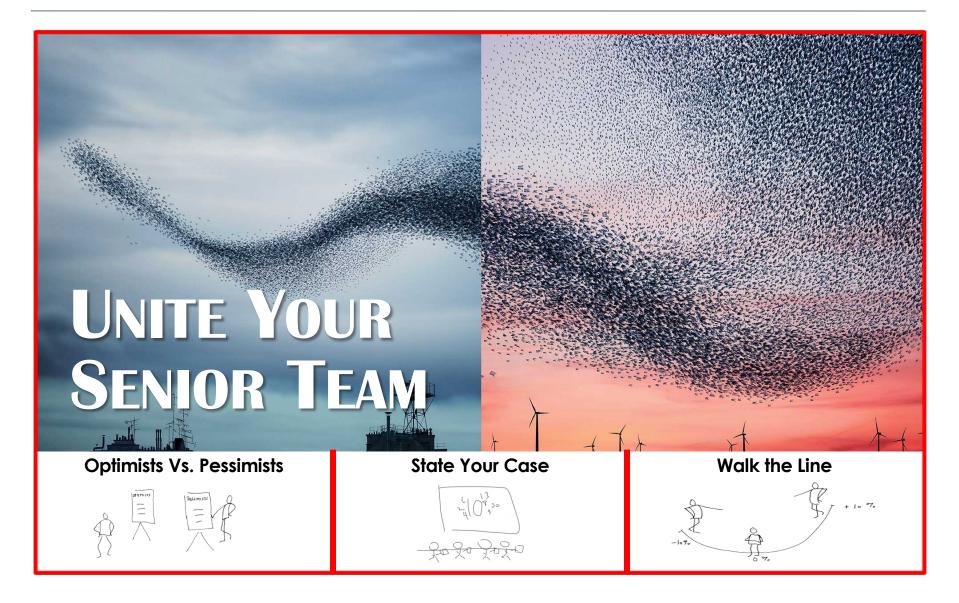
Hyperdrive

Volkswagen's Road to Riches or Ruin **Starts in This Factory**

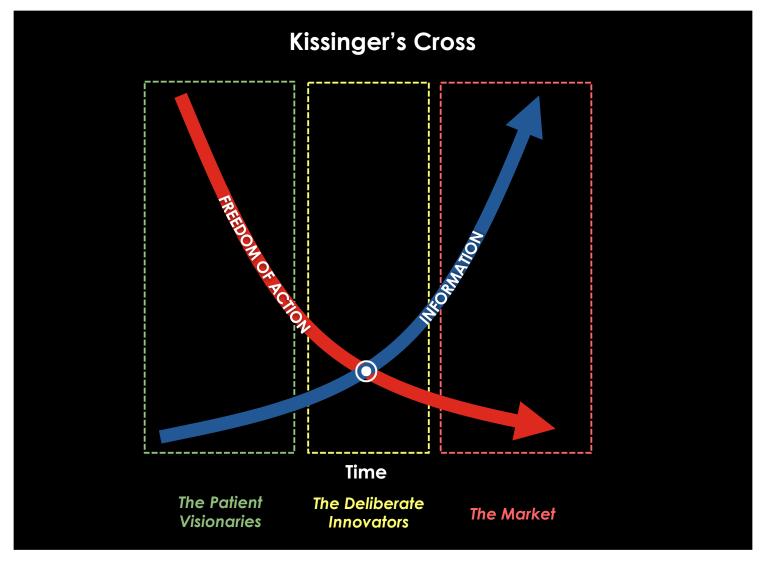
The company's facility in Zwickau will be the first in the world to seamlessly switch from combustion engines to electric ones.

By Christoph Rauwald September 6, 2019, 2:00 PM GMT+10

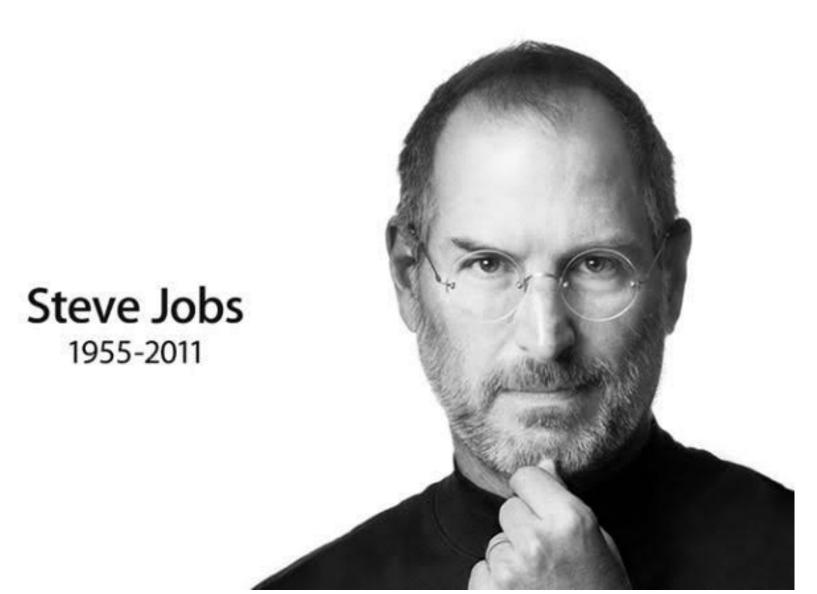
Real leadership alignment around new growth is both critical and rare



If we wait for perfect information, we will have no freedom of action



What is the most important word in innovation?



THANK YOU

