How human centricity brings results?

- Learnings from large corporations





Themes of the day



- 1. The meaning of work in the crosscurrent of profitability and productivity
- 2. Motivation and inspiration of employees as the sources of productive work
- 3. The new opportunities of customer understanding



We interviewed large corporations about the meaning of work and human centricity



Interviewees included:

Merja Alastalo, Head of Communications, NCC Construction

Arttu Laine, Executive Vice President, SOK

Otto Lehtipuu, SVP, Corporate Relations and Environment, VR Group

Timo Leinonen, Chief Financial Officer, Lassila & Tikanoja

Päivi Leskinen, EVP, Human Resources, Ahlström

Caroline Lilius, *Director, Strategic Branding & Consumer Insight*, Sanoma Media Finland

Mikko Pelkonen, SVP, Human Resources, Cargotec

Anne Stenros, Design Director, Kone

Hemminki Sääksjärvi, VP, Head of Marketing and Solutions, Fujitsu Nordic

Pasi Tolppanen, Managing Director, Pöyry Finland

Marko Rissanen, SVP, Human Resources & Vilhelmiina Wahlbeck, VP, Corporate Communications, DNA

Teijo Valtanen, *Director*, Human Resources, YLE, Finnish Broadcasting Company







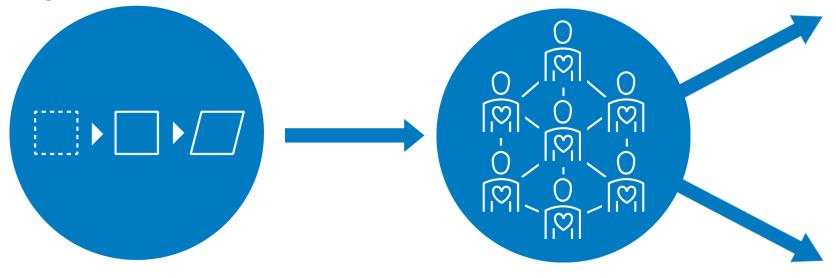
B-to-B or B-to-C but it's H-to-H business (Heart to heart business). You need to understand different kinds of nuances, and empathy is capital. You have to have emotional intelligence as well as situational awareness: what is supported, what is allowed and what isn't allowed.

Anne Stenros, Design Director, Kone



The meaning and productivity of work is thought to be made of human-centric values and activities more strongly than before

Many large corporations are going through a change of culture to be more human-centric and customer-oriented. The change is seen as the requisite for productivity on the one hand, and on the other, as competitive advantage!

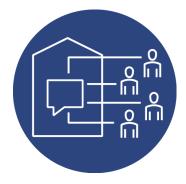


Product and process centricity, corporational image

Human-centric organisational culture, processes and values



Investing in people within the company



Customer understanding as the cornerstone of operations







1. The meaning of work in the crosscurrent of profitability and productivity





Large corporations see the meaningfulness of work as particularly important in the tight financial situation

When people experience their work as meaningful, work has the possibility to create a self-fulfilling, positive circle

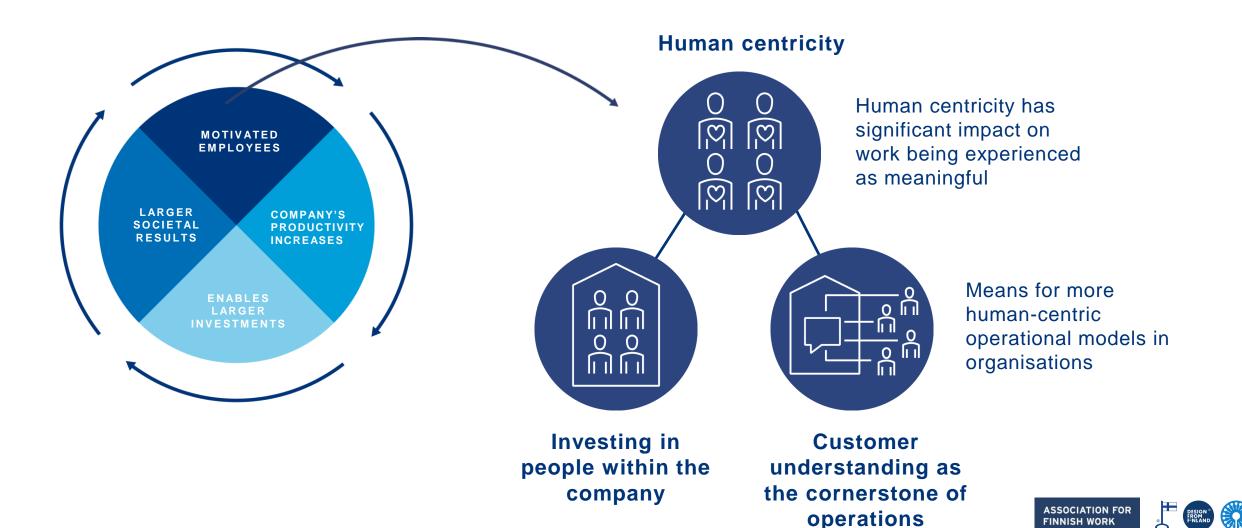








Human centricity has a significant impact on work being experienced as meaningful



About the meaningfulness and human centricity of work

People are the core of our business. We are a specialist organisation – people is all we have. Our people form a large, valuable capital for us."

Pasi Tolppanen, Managing Director, Pöyry Finland We have an ambitious vision

– we want to reshape our industry and offer excellent sustainable solutions. This means that we have to find the innovativeness of our own employees and make it an asset. We have to support it in every possible way and find views that delve into human centricity and support

motivation."

Merja Alastalo, Head of Communications, NCC Construction Certain activities are no longer possible with the current cost structure, which makes the need for renewal clear. With that, it is essential to forget what we've been historically good at and instead, find meaningful work and focus on what we should be good at in the future."

Mikko Pelkonen, SVP, Human Resources, Cargotec





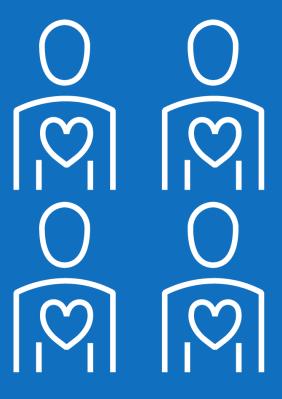


The human-centric work practices are also seen as ever more important means to both attract and keep talented work force



Attraction and commitment of the best people

2. Motivation and inspiration as the sources of productive work





Money does matter, but new ways of leading and the freedom to organise work more practically motivate ever more often

Trending means of motivation



Forerunner company in its own industry, offering interesting assignments



New kind of leadership and management



Individual's / team's freedom and responsibility to develop the work community



Listening and engaging employees



Open communication about the company's goals and operation



Learning at work and developing skills

The basis of motivation

Financial incentives and continuity of work



Investing in wellbeing at work / in ability to work (facilities, services etc.)







New kind of leadership as means for motivation

VR

Changing management structure to increase both productivity and wellbeing.

Improving productivity does not always mean decreasing and cutting. VR hired more line managers which clarified reporting and enabled more direct encounters and dialogue with employees



One of our slogans is: everyone has the right to a good manager."

Otto Lehtipuu. SVP, Corporate Relations and Environment. VR Group



We have changed our management structures. Before one rail yard manager had dozens of employees to manage, which led to confusion and managers didn't have a chance to meet people. Increasing productivity doesn't mean cutting everything. We have, for example, hired more line managers and tried to break down the traditional and strong boundaries between different units. Work can be organised more practically and many times team spirit improves."

Otto Lehtipuu, SVP, Corporate Relations and Environment, VR Group



Listening and engaging employees as means for motivation

NCC

A work model where thoughts are exchanged between different levels of the organisation.

NCC has adopted a work model which aims to better engage employees and encourage discussions between those levels of the organisation that have not previously had much dialogue.

If there'n no true dialogue, innovation dies, too.

> Merja Alastalo, Head of Communications. **NCC Construction**

We have an organisational work model in which we will invest more in the near future. It involves different kind of working groups in which people from different levels of the organisation exchange thoughts. We wanted to leave out the top management. The groups do involve some people from midmanagement, but mainly there are workers. We want to narrow the gap between different people."

Merja Alastalo, Head of Communications, NCC Construction



Self-conducting as means for motivation

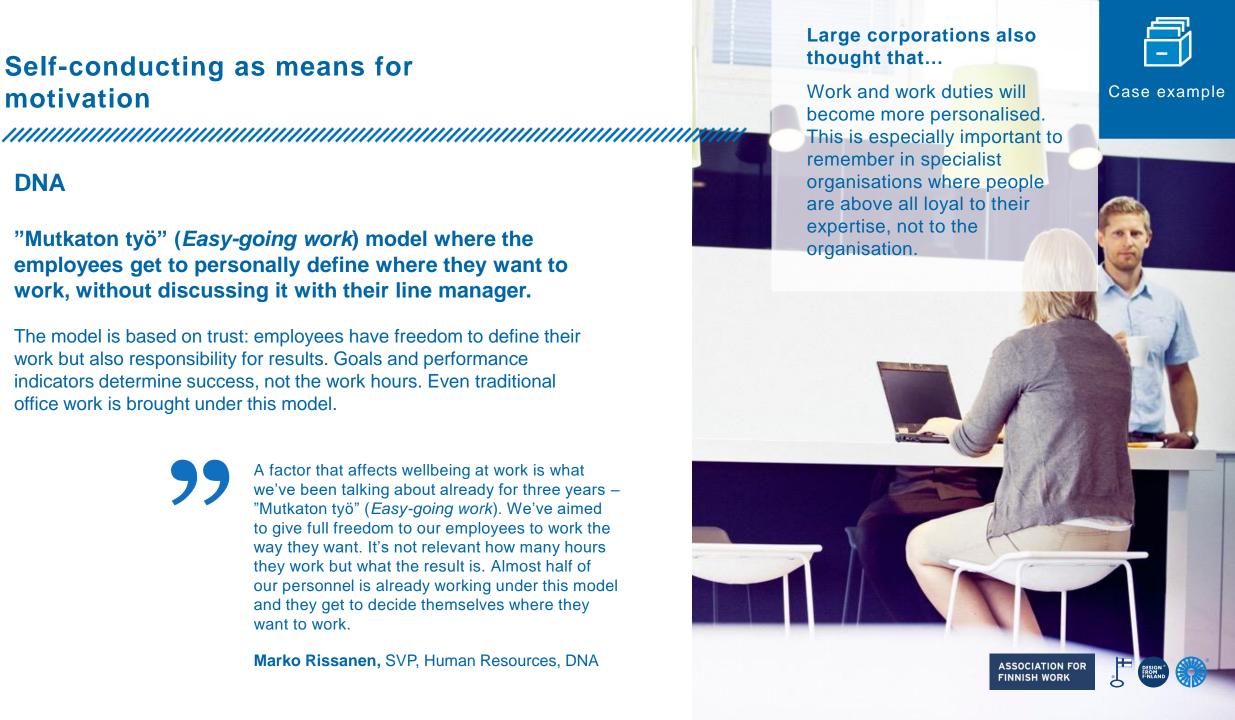
DNA

"Mutkaton työ" (Easy-going work) model where the employees get to personally define where they want to work, without discussing it with their line manager.

The model is based on trust: employees have freedom to define their work but also responsibility for results. Goals and performance indicators determine success, not the work hours. Even traditional office work is brought under this model.

A factor that affects wellbeing at work is what we've been talking about already for three years -"Mutkaton työ" (Easy-going work). We've aimed to give full freedom to our employees to work the way they want. It's not relevant how many hours they work but what the result is. Almost half of our personnel is already working under this model and they get to decide themselves where they want to work.

Marko Rissanen, SVP, Human Resources, DNA



Learning at work and developing skills as means for motivation

SANOMA

Learning at work by participating in product and service ideation process.

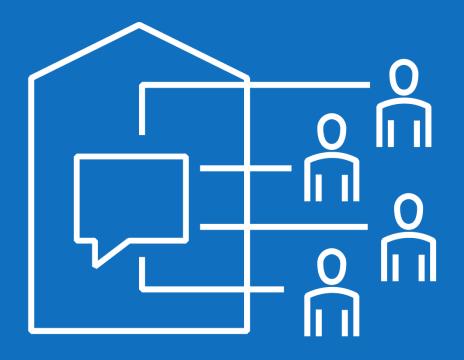
At Sanoma, the employees have the possibility to learn agile product and service development by doing it themselves. Learning takes place extensively through an own concrete case and in "lean spirit".

> We've had two, three rounds of projects where the employees have been able to suggest a product or service idea and follow through the whole process (if the idea has been chosen). Learning takes place through your own case.

> > Caroline Lilius, Director, Strategic Branding & Consumer Insight, Sanoma Media Finland

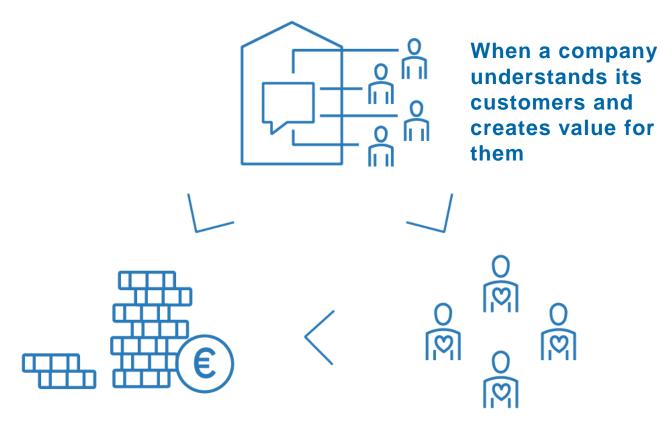


3. The new opportunities of customer understanding





Customer understanding is seen as the most crucial factor generating value



It generates value as direct revenue

It brings value as an internal motivation factor (employees feel doing the right and meaningful things)

Without consumer dialogue, it's difficult to get it right."

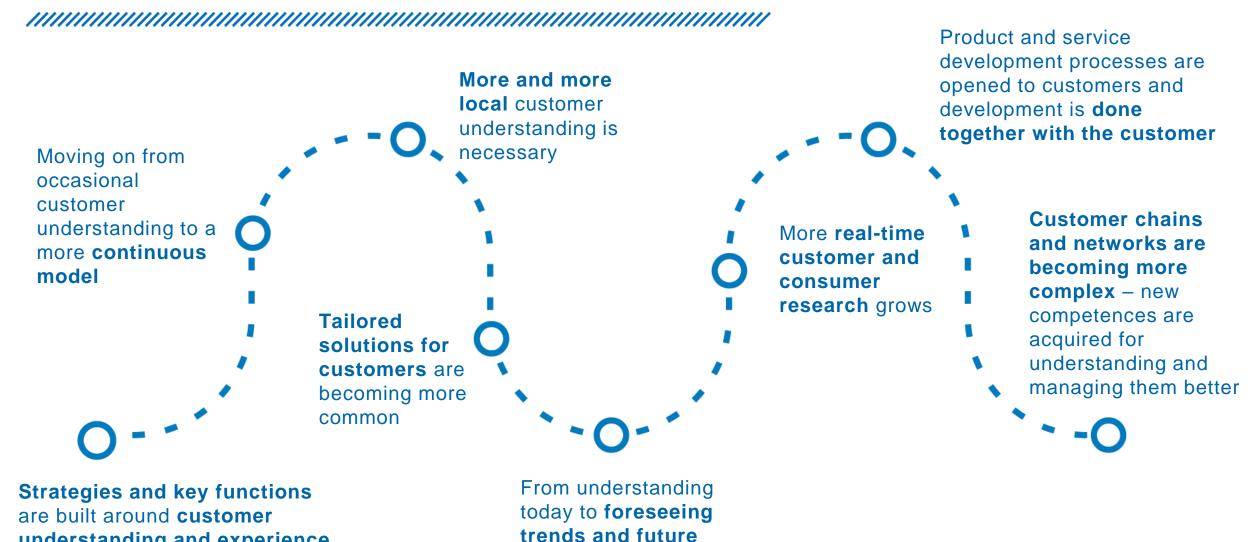
Customer understanding is the fundament and in the core of all doing."



The new directions of customer understanding in large corporations

understanding and experience

ever more tightly



customer needs





Case example

CARGOTEC

Innovations developed with the customer.

In the McGregor business area Cargotec developed a Twistlock innovation with Maersk. This technique enables attaching sea containers to one another in a way that increases the ship's capacity by 10-20%.

With the technique we developed with Maersk, the ship's capacity can be increased by 10-20%. It's an amazing Finnish innovation (from Kaarina) and a great example of developing together with the client. It improves the client's business performance – 2000 more sea containers on the ship. It's pretty hard to compete with that."

Mikko Pelkonen, SVP, Human Resources, Cargotec

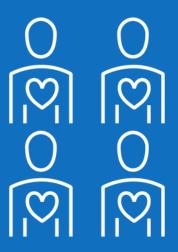


Human-centric organisation and practices are increasingly critical success factors in the future, for both productivity and commitment of talented employees.

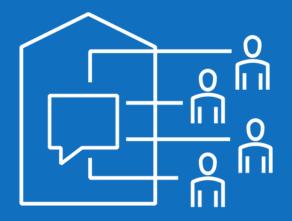




Discussion:
How is human
centricity
manifested in your
own organisation?



How do you motivate employees?



How do you aim to increase customer understanding and engagement?

