

THE POWER OF ENGAGEMENT

Presentation to PAGBA – 1st Quarterly Seminar

March 26,2015





Certified and Licensed Trainer - HumaNext Communication Ideas, USA

- Employee Engagement
- Team Transformation
- Creativity @ Work
- Emotional Intelligence

Certified & Licensed Trainer – TalentSmart, USA

TalentSmart is the world's number one provider of EQ training and tools to the top Fortune 500 companies like the Ken Blanchard companies, Harvard Business Review and the American Management Association.

6 Seconds - Certified EQ Assessor –a company promoting Positive Change around the globe Member of the *Emotional Intelligence Training and Research Institute (EITRI)* in the US.

Consultant - Towers Watson, previously known as Watson Wyatt, the leading HR consulting firm in the country.

De la Salle University - Business Management University of Texas at Kingsville - special educational tie-ups on Emotional Intelligence initiatives.

Our Extensive Research forms the basis of our Perspective



OUR TIME THIS AFTERNOON



Changes in the Business Landscape



Revisiting Asean



Employee
Engagement
Its
Relevance
to
Productivity



Philosophy Behind Engagement

Focus

PEOPLE

PROCESS

PARTNERS

PROFIT PERFORMANCE

Disciplines

CLARITY
COMMITMENT
EXECUTION
DRIVE/RESOLVE

Synergy

COMMUNICATION
COMMITMENT
CONTRIBUTION
CONNECTION

Framework Complementation

The Way Things Are



The Way Things
Can be Done



The Way Things
Might be Done
and Enhanced

om

- IF you knew something influenced everything you did or said, would you want to learn more about it?
- IF you knew CHANGING one small action, on a daily basis, would have a positive ripple effect in your daily RELATIONSHIPS with people, would you be interested in trying it?
- IF you knew practicing that one small thing would have such an influence on other areas of your life and in your work - would you be interested in trying it?

CHANGES: BUSINESS LANDSCAPE



Demographics have changed



Strategies have become more sophisticated

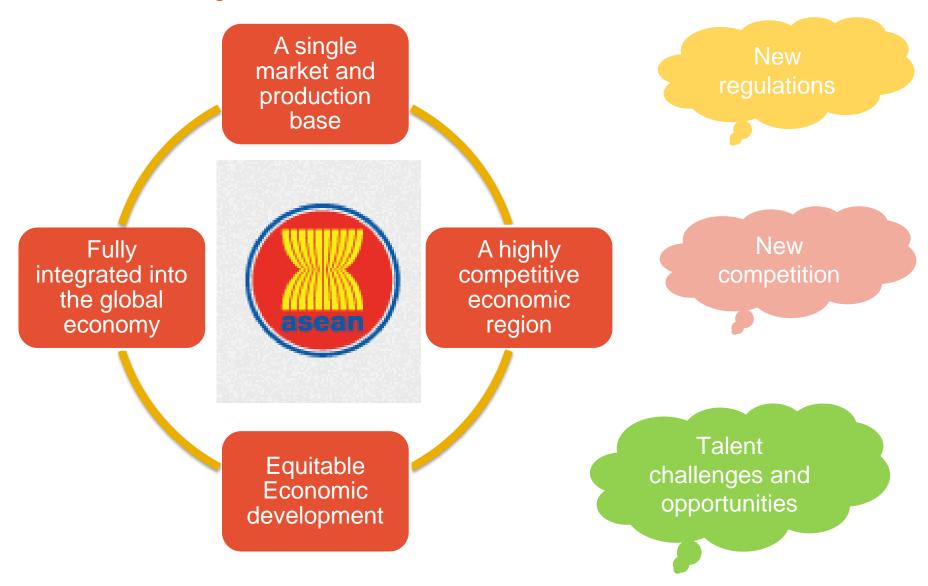


Roles have become more complex



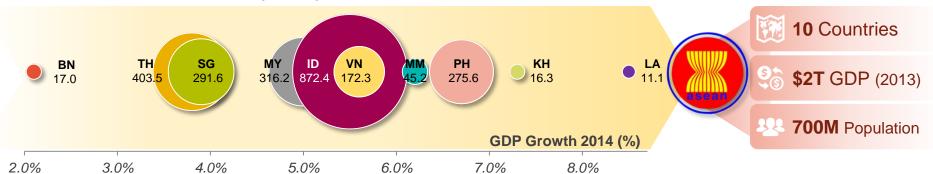
Continuous Changes - Competencies

AEC 2015 is just around the corner...



The ASEAN Economic Community...

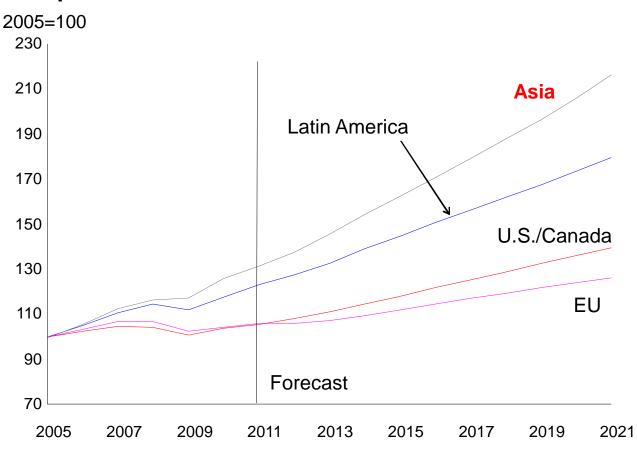
2013 Gross Domestic Product (US\$bn)





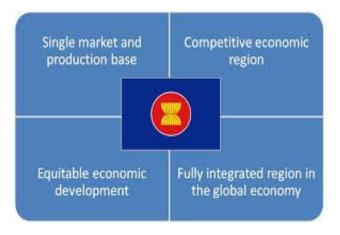
Global growth driven by emerging markets...

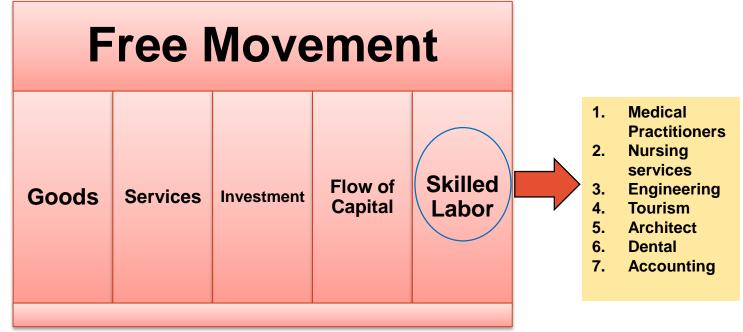
Prospects for real GDP



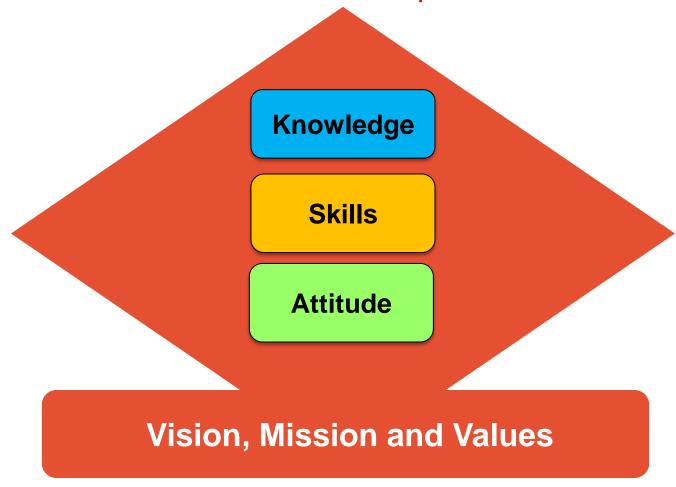
AEC & Human Resources Development & Capacity Building







Impact on L & D - Workforce Competencies



Your Role

Planning, Budgeting, Execution & Monitoring for Results- Pillars for Strong Public Financial Management

What is the critical link ???

Efficiency Effectiveness

Productivity

Performance Financial Viability

Headlines: Challenges and Opportunities



Friction Points. By 2021, a new map of talent surplus and deficits will emerge



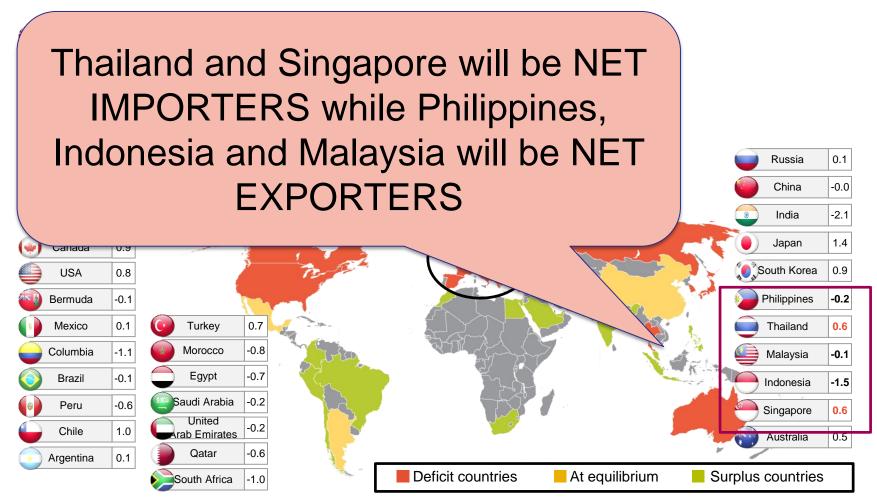
Security Minded. Whether it is attraction or retention, financial security is top of mind



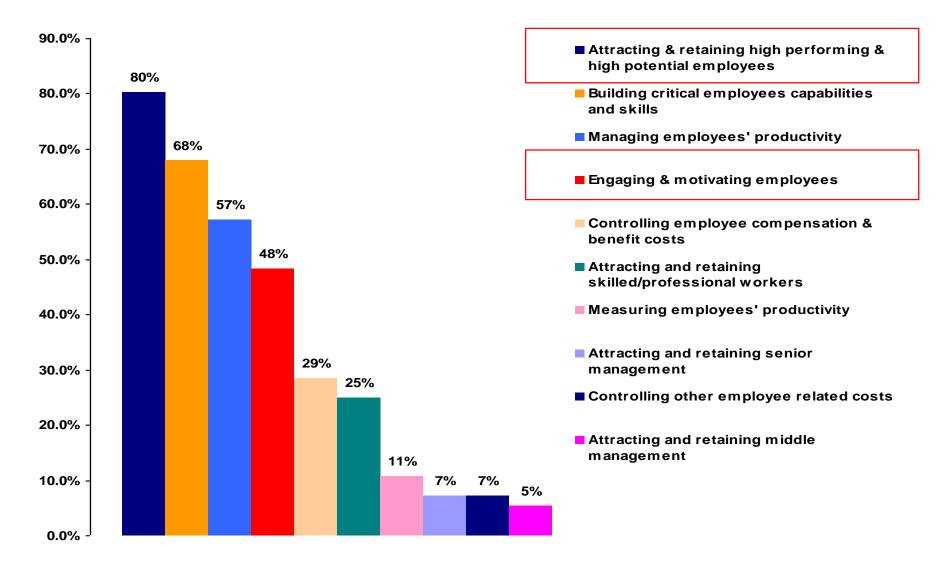
Engagement at Risk. Only 35% are highly engaged, stress is increasing and energy is flagging

Talent 2021: The landscape for Global talent will be very different over the next 10 years...

Gaps Between Growth in Talent Demand vs. Supply, 2011-2021



Philippines: Top Human Resource Challenges Identified by Employers



Why Engagement?

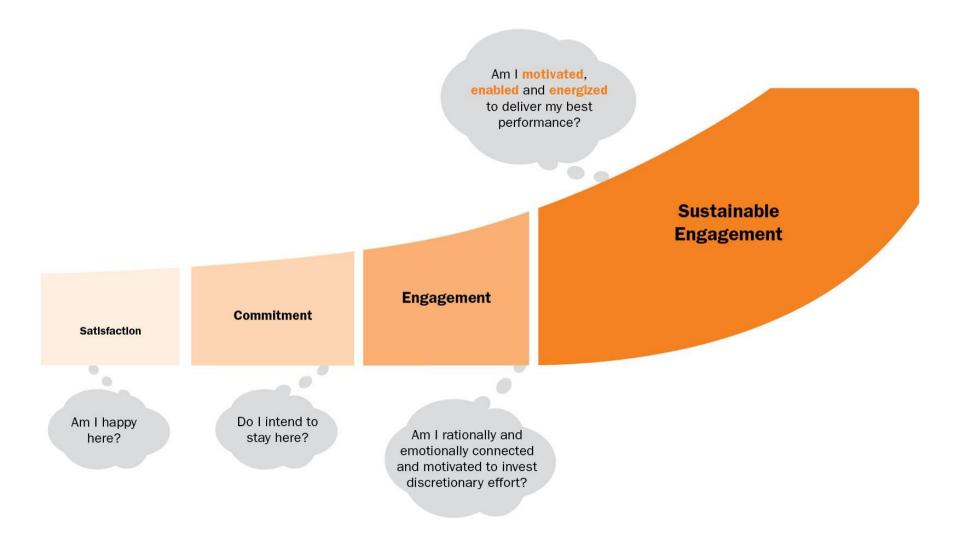
An estimated 40% of corporate expenses are related to people For most organizations, this is the single largest expense category on the balance sheet.

Increasingly, organizations are looking for ways to better understand their "human capital" – and to unleash its performance

Companies are under increasing pressure to identify where people add value in their business and to determine the return on HR investments, to control cost and maximise value

There is a continuing shortage of key talent with appropriate experience – better information on what attracts, retains and motivates these people in a particular company is essential

Evolution of employee research



Premise Emotional wellness at work = Healthy Bottom line

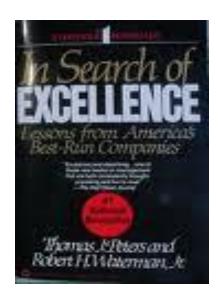
- We all want to work in places where we feel at our best.
- Employers' viewpoint, people who feel at their best can perform at their best.
- Employee's viewpoint, people who are encouraged and motivated can perform at their peak.
- Helping others get and stay in that state of <u>well being</u> begins with helping ourselves get there.
 - Dimensions:
 - Physical
 - Financial
 - Social
 - Mental
 - Emotional
 - Spiritual

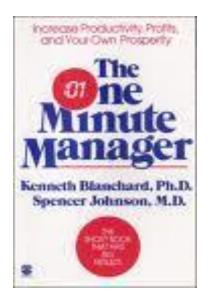
Premise Leadership drives Engagement

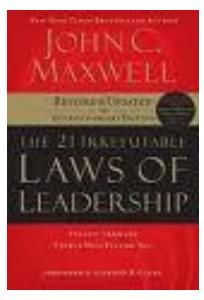
- Leadership has a great deal to do with which way our inner state goes.
 Emotions are contagious. And they flow most strongly from the most powerful person in a group.
- A leader needs to manage his/her own emotional state well, so she can impact others in the direction of well being.
- Impact is not so much in what a leader does, as what he sends in nonverbal

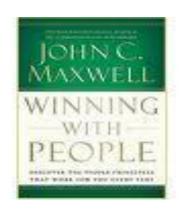
 tone of voice, facial expression, all the emotional channels the brain has
 been wired to read and react to.

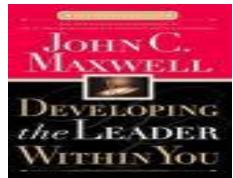
"LEADERSHIP is not something you do TO people. It is something you do WITH people!!!"

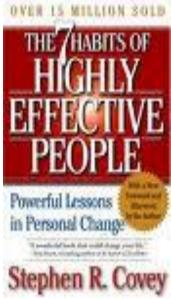


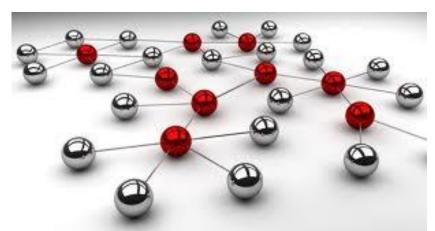








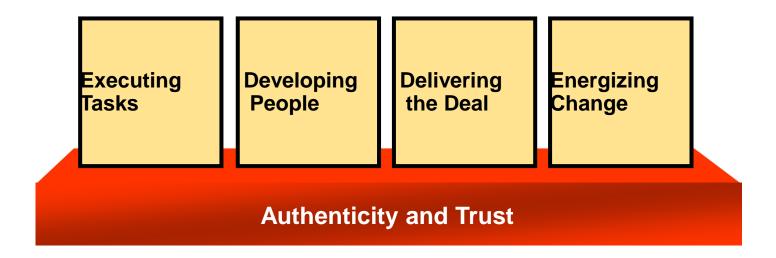




Influence.... People tor GOOD

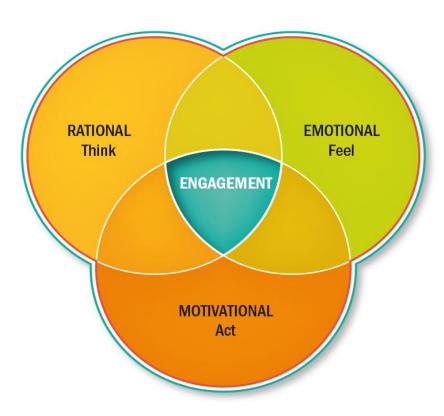
Be all they can be!!

New Employment Deal



BUSINESS LIFE IS ABOUT RELATIONSHIPS, ABOUT PEOPLE AND ABOUT CHARACTER

Towers Watson's Traditional Engagement Model



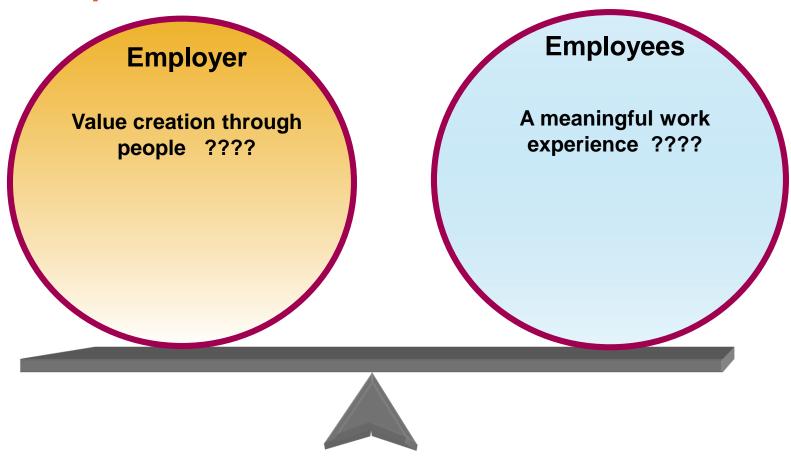
Engagement has three dimensions:

THINK – Cognitive Belief in and support for the goals and values of the company.

FEEL – Affective Sense of belonging, pride, attachment to the company.

ACT – Behavioral Willingness to go the extra mile; intention to stay with the company.

A compelling "Employment Deal" requires a win-win relationship . . .



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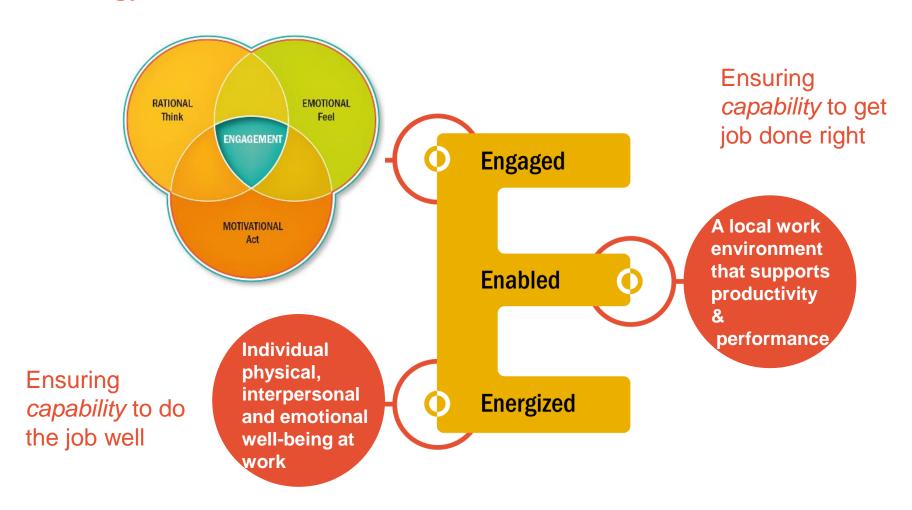
Signs of Engaged Employees

Engaged employees are highly committed to the company and understand how they can make a positive contribution.

- Tend to be more productive
- Less likely to leave the organization
- More resilient in the face of major organizational change
- Go above and beyond
- Are highly focused
- Demonstrate innovation
- Are passionate and motivated
- Help other team members
- Take on new initiatives
- Recommend the organization to others
- Offer ideas for improvemens ource: The New Employment Deal: How Far, How Fast and How Enduring, Towers Watson, 2010.

Sustainable Employee Engagement

TW's model goes beyond traditional engagement to also measure sustainability of engagement through enablement and energy



Top Drivers of Employee Attraction and Retention – Philippines

Attraction (reason for joining)

Job Security

Base pay/salary

Opportunities to learn new skills

Opportunities to advance in my career

Convenience of work location

Sustainable Engagement

Stress, Balance & Workload

Supervision

Image

Pay

Communication

Retention (reason for leaving)

Base pay/salary

Opportunities to advance in my career

Retirement benefits

Relationship with supervisor/manager

Trust/confidence in senior leadership

Demographic profile of top retention drivers

Q. Top 5 reasons why you might choose to leave your current employer

Reason	PHI	Male	Female	<30	30-39	40-49	50+	Hi-Po
Base pay/salary	1	1	1	1	1	1	1	1
Opportunities to advance in my career	2	3	3	2	3	4	3	4
Retirement benefits	3	2	4	4	2	6	2	2
Relationship with supervisor/manager	4	5	2	3	5	3	4	3
Trust/confidence in senior leadership	5	4	5	8	6	2	5	5
Job security	6	10	6	5	4	10	-	6
Health care & wellness benefits	7	8	8	-	8	7	7	7
Ability to manage or limit work-related stress	8	9	7	7	7	8	-	9
Physical work environment	9	6	9	6	-	5	10	-
Long-term incentives (e.g. stock awards)	10	7	10	-	9	-	6	8

Source: 2012 Global Workforce Study - Philippines

Top 5

Highlights: Philippines vs. Global

87% 68%

Believe strongly in the goals and objectives of their organization.

92% 78%

Are willing to put in extra effort beyond what is normally expected to help their organization succeed.

87%72%

Are proud to work for their organization.

Consider Job Security

38% as the most important reason why they joined their current organization.

Consider Base

Pay/Salary as the most important reason why they might leave their current organization.

3 % 28% Are likely to leave their organization within the next two years.

Source: 2012 Global Workforce Study

Employee turnover is not an event – it is a process of disengagement that can take days, weeks, months or even years until the actual decision to leave occurs.







Exchange Idealogy Concept

success.

The effort one invests at work depends directly on one's perception of how the organization as represented by all its leaders and managers treat him.

Employer Perspective Employee Perspective Having that brand of leadership with Employees' connection with the focus on authenticity and trust that Leadership brand determines their level of discretionary effort in retains, engages and motivates bringing the company's mission, employees to drive business vision and values to life.

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Our Realities

Who I am precedes what I do!!

People are impacted by who I am. My general behavior impacts others around me

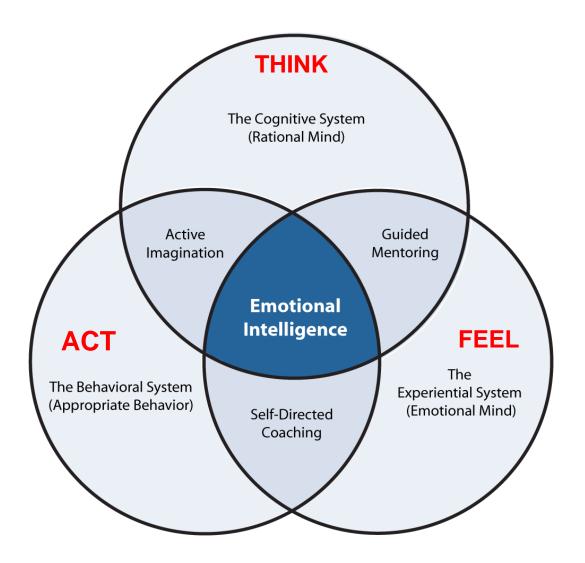
Personal engagement precedes corporate engagement!!

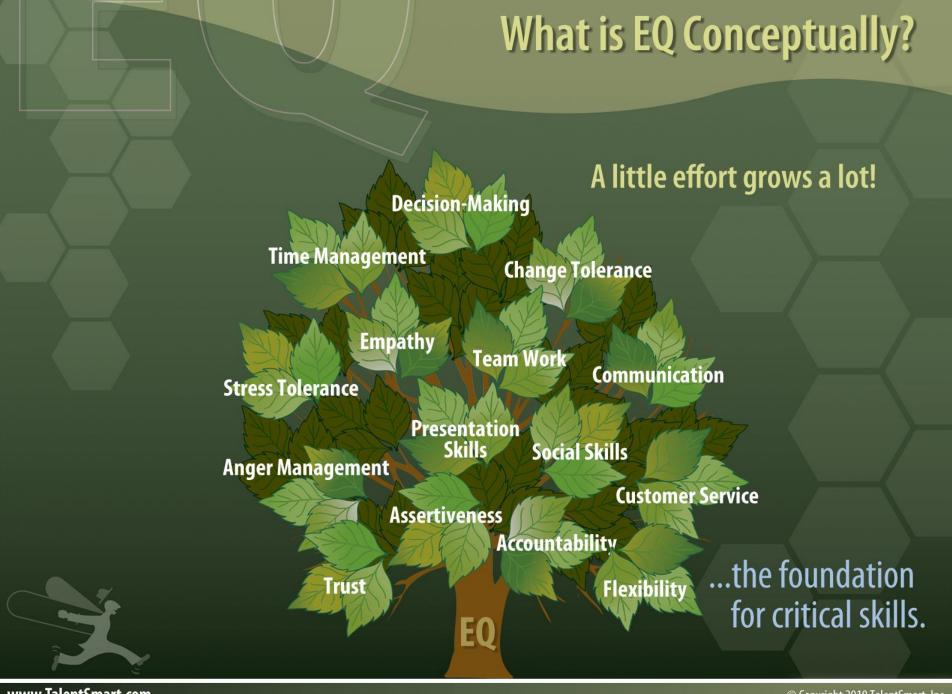
How can I possibly be effective in my organization if I am not effective in leading my own life well.

Making a choice!!

Reshaping my personal mental landscape for better relationships that would propel productivity towards performance

Personal Engagement





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What are the four basic emotions?

Anger - Immediate danger in the present!



Fear - Potential danger in the present!



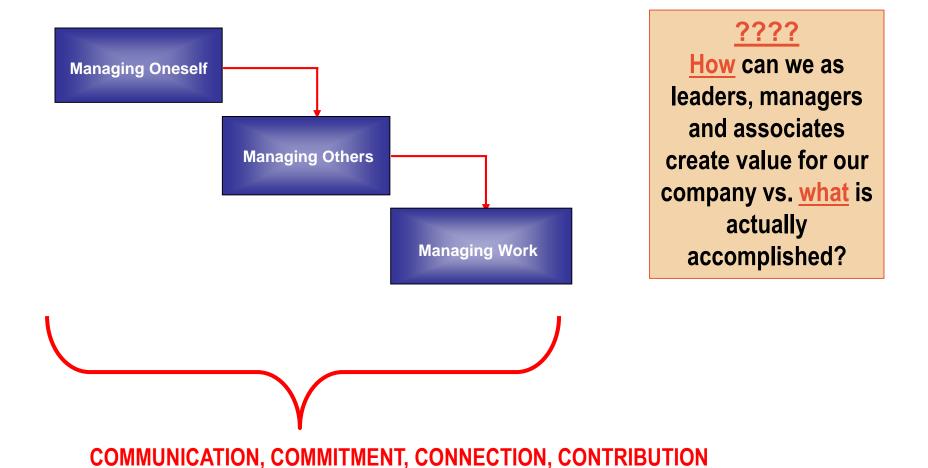
Sadness - Loss in the present!



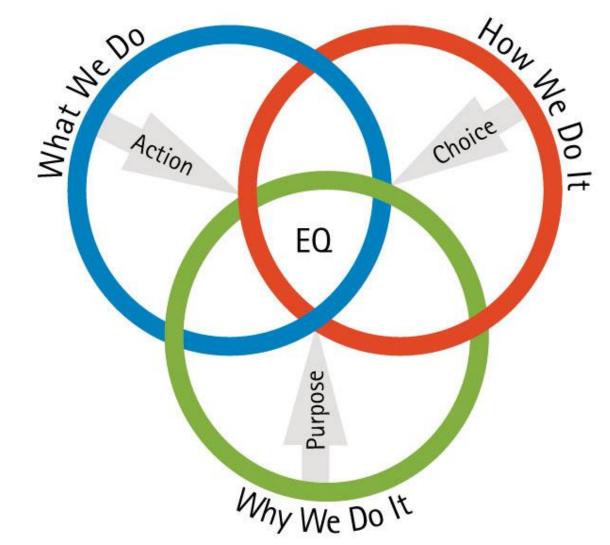
Happiness- Simply enjoying the moment !!



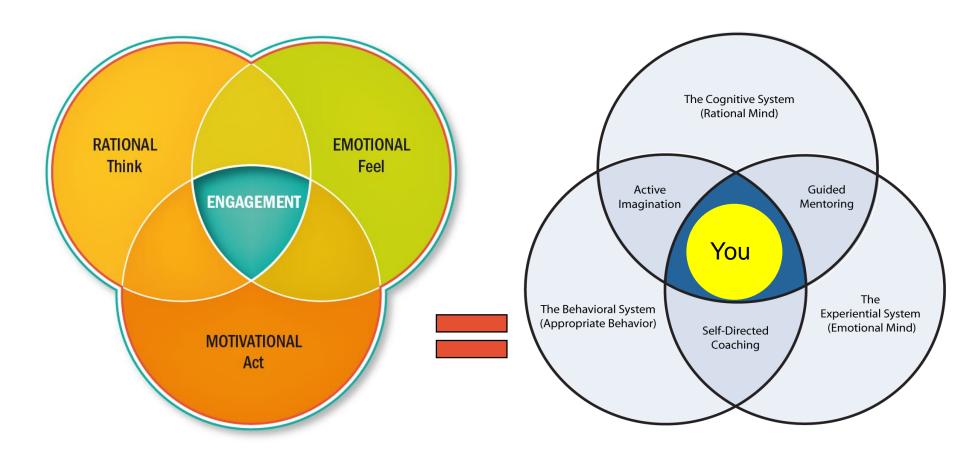
Philosophy behind Engagement



Alignment

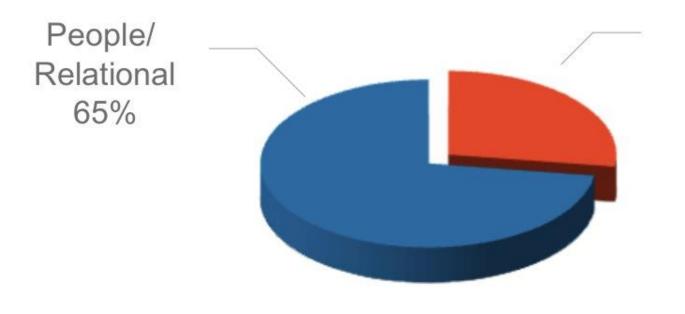


Corporate & Personal Engagement



Top Issues





Financial/ Technical 35%

Why is the "soft stuff" so hard?

Getting Work Done

- 97% of employees surveyed said they could be more productive;
- 49% said they could increase productivity by 50% or more.³⁰

Source: Freedman & Fiedeldey-Van Dijk (2008) www.6seconds.org/case

Retention Drivers by Age Group

< 30 yrs old

Base pay/salary

Opportunities to advance in my career

Relationship with supervisor/mgr./

Retirement benefits

Job security

30 - 39 yrs old

Base pay/salary

Retirement benefits

Opportunities to advance in my career

Job security

Relationship with supervisor/mgr./

40 - 49 yrs old

Base pay/salary

Trust/confidence in senior leadership

Relationship with supervisor/mgr./

Opportunities to advance in my career

Physical work environment

+50 yrs old

Base pay/salary

Retirement benefits

Opportunities to advance in my career

Relationship with supervisor/mgr.

Trust/confidence in senior leadership

Source: Towers Watson 2012 Global Workforce Study – Philippines towerswatson.com

"Not FINANCE, not STRATEGY not TECHNOLOGY!!! It is TEAMWORK that remains to be the ULTIMATE competitive advantage. Both because it's powerful and RARE!!"



Patrick Lencioni

Author of 5 Dysfunctions of a Team
4 Obsessions of an Extraordinary Executive

Putting things in Perspective

Towers Watson Competency Study

- Leadership is a key tool in driving employee engagement and business performance.
- Many companies are not well equipped to help emerging leaders develop the required skill set and competencies to lead in the future
- Leaders are facing much higher expectations regarding the speed and magnitude at which strategy and change must occur
- New skills and combination of competencies are required to lead on the new economy
- Building an emotional connection with others is critical as a leader

Key Findings: Business Case of EQ

Why is EQ Critical Now?

- Knowledge and Relationships are the currency of the new economy
- EQ links to job and bottom line performance
- Changes in the "emotional brain" are possible.

Characteristics most desired in Senior Leaders

Rank	Characteristic	
1	Cares about the well- being of others	
2	Encourages the development of talent	
3	Is Trustworthy	
••••		
18	Manages Financial Performance Successfully	
19	Positions organization to compete in global biz. Envir.	
20	Focuses the organization on satisfying the customer	
21	Promotes brand/image	
22	Maintains high profile outside of the organization	

Source: Towers Watson Total Reward Survey – 2010

What do supervisors say about high performing leaders?



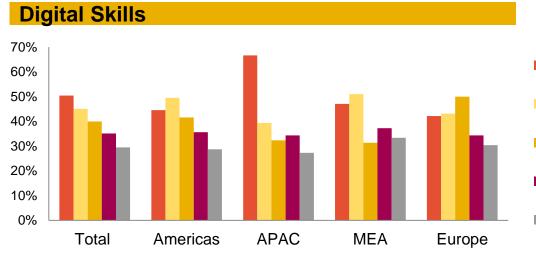
Colors represent themes. Larger words are more frequent. Graphic made with textisbeautifu.net



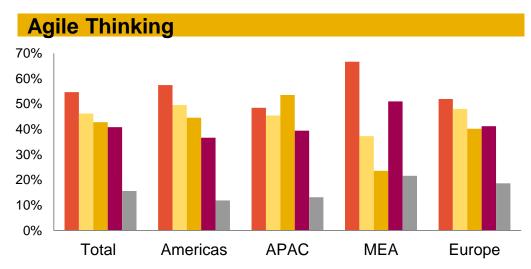




A need for new skills in the future



- Digital business skills
- Ability to work virtually
- Understanding of corporate IT
- Digital design skills
- Ability to use social media and web 2.0



- Ability to consider and prepare for multiple scenarios
- Innovation
- Dealing with complexity and ambiguity
- Managing paradoxes, balancing opposing views
- Ability to see the "big picture"

towerswatson.com Source: Talent 2021.







APAC

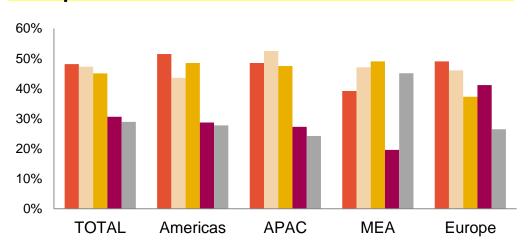
MEA

Europe

- Ability to manage diverse employees
- Understanding international markets
- Ability to work in multiple overseas locations
- Foreign language skills
- Cultural sensitivity

Interpersonal and Communication Skills

Americas



- Co-creativity and brainstorming
- Relationship building (with customers, partners, government, etc.)
- Teaming (including virtual teaming)
- Collaboration
- Oral and written communication

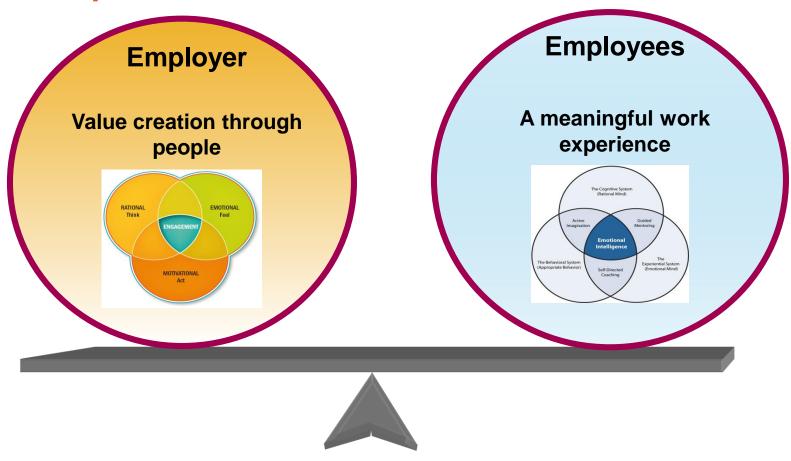
Source: Talent 2021.

10%

0%

TOTAL

A compelling "Employment Deal" requires a win-win relationship . . .



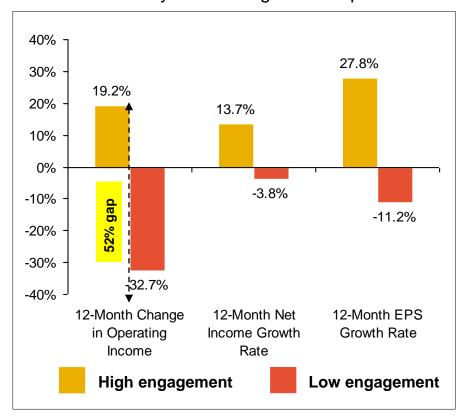
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Business Impact of Employee Engagement

Client research verify significant links to key metrics



A 12-month study across 50 global companies

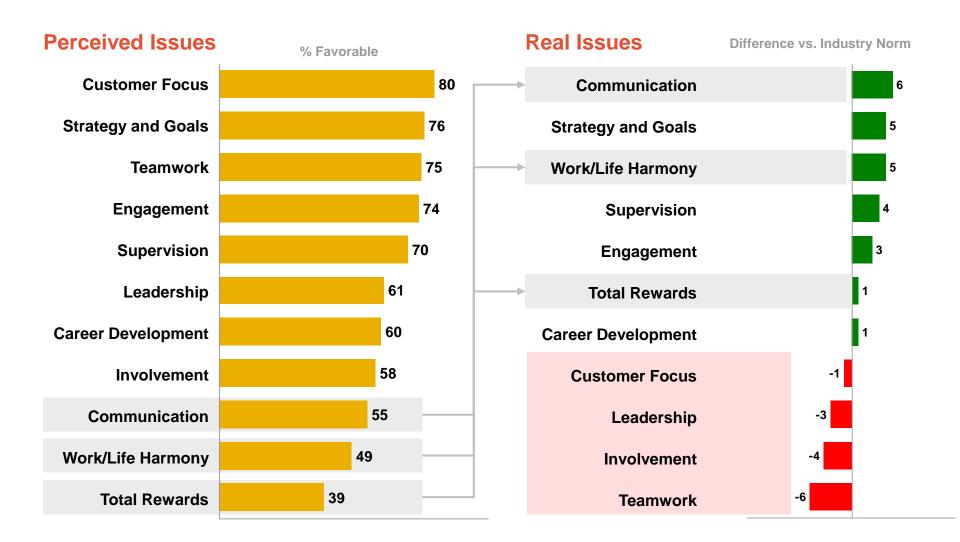


Categories Measured Typical key workplace factors measured are:

- Leadership
- Strategy & Direction
- Supervision
- Communication
- Organizational Change
- Working Relationships
- Empowerment
- Training

- Work Tools and Conditions
- Stress Balance & Workload
- Engagement
- Pay & Reward
- Quality
- Customer Focus
- Organizational Culture
- And many more.....

Benchmarking is vital to interpret the real priorities



Towers Watson has the world's leading benchmarks to assess cultural, demographic and industry variation



Performance Norms

Transitioning Companies
High Performing Companies

Job Level Norms

Senior Management Management Hourly (Union & Non Union)

Personal Demographics

Race/Ethnicity Gender Age

Industry Norms

Manufacturing
Engineering
Financial Services
FMCG
High Technology

Logistics
Pharmaceutical
Professional Services
Retail & Leisure
Telecommunications

Job Function Norms

Research and Development Manufacturing Departments Human Resources Information Technology Finance

Sales Marketing

250 norms, all updated annually. Over 4 million employees surveyed each year.

HOW FAR FORWARD WOULD WE NEED TO GO IN OUR LIFE TO SHOW THE DIFFERENCE WE MAKE?

Deciding to do something WONDERFULLY DIFFERENT will make all the DIFFERENCE

Putting it all together: Mapping the journey to higher performance through employee engagement

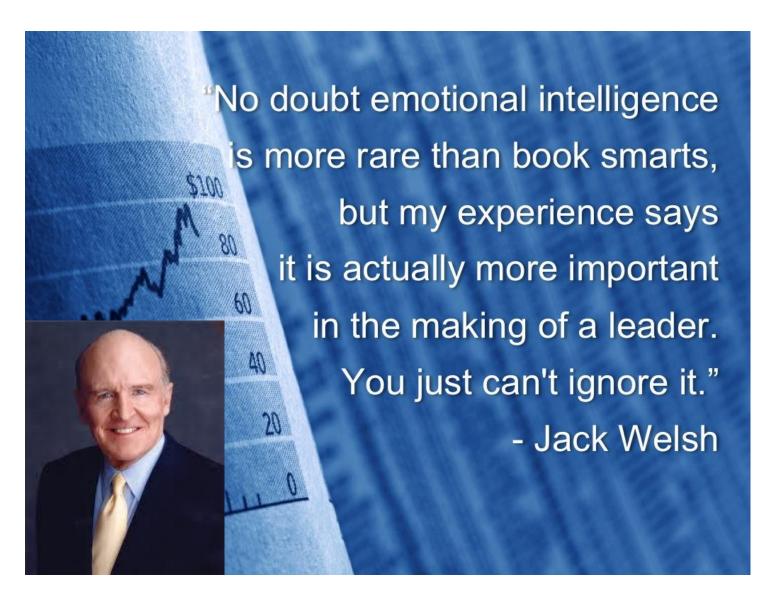
- 1. Design an engagement programme in harmony with your strategy, values and business priorities
- 2. Plan for impact right from the start:
- 3. Benchmark against your peers and against local cultures
- 4. Make it easy for managers and leaders to act; drive accountability; measure and report progress

Seizing the Opportunities

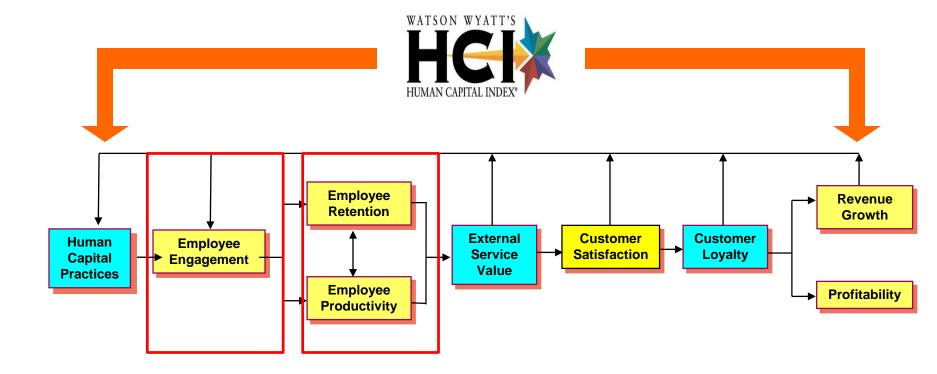
No single event makes or breaks engagement.



- High engagement is the result of numerous positive interactions and events that translate into a positive employee experience.
- Employees are looking for guidance, feedback, security from their employers and engageable moments are clearly personal events and situations where employees see that actions of the organization do speak louder than words.
- Well designed, well implemented HR programs backed by managerial training and support from HR helps managers and supervisors leverage daily employee interactions to strengthen engagement.



Measuring the Service-Profit Chain – The HCI Methodology



Source: Adapted from "Putting the Service-Profit Chain to Work," Heskett, et al, – Harvard Business Review, March-April, 1994.

Key Take -Aways

- What you do every day is who you become.
- Sometimes it's something as simple as seeking out a different view that can change everything.
- It becomes easier to let go of old your old story and make room for your new one.
- When you change what you do, you can change your life, your organization, your community—the world.

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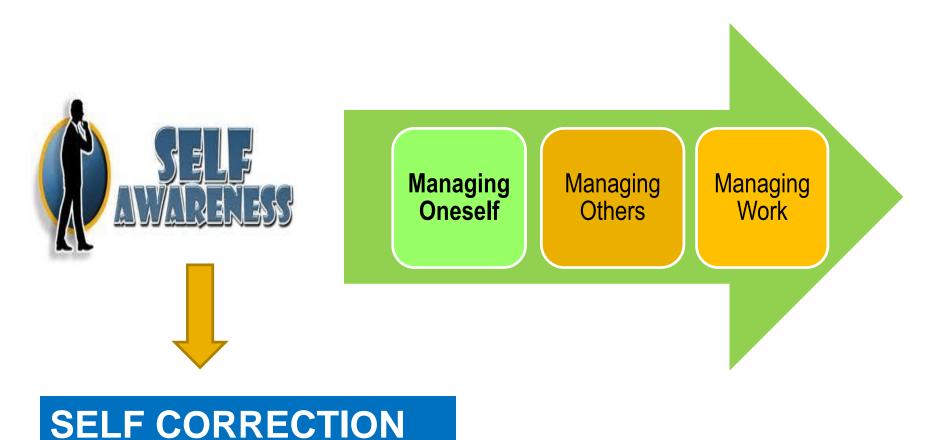
It starts with you...

"The smartest thing you can do with emotional intelligence is turn it on yourself."

Harvard Business Review

"If we want something we've never had then we've got to do something we've never done." ♥

Self-Awareness - Start of self-management



BLESSED ALVARO DEL PORTILLO







How can you influence the indifference of children?

"Just smile and continue smiling. Show them that you
LOVE them, and when they feel LOVED.. they will listen!"

SUCCESS on any major scale requires us to accept responsibility... in the final analysis, one quality that all successful people have is the ability to take on **RESPONSIBILITY!**

Michael Korda

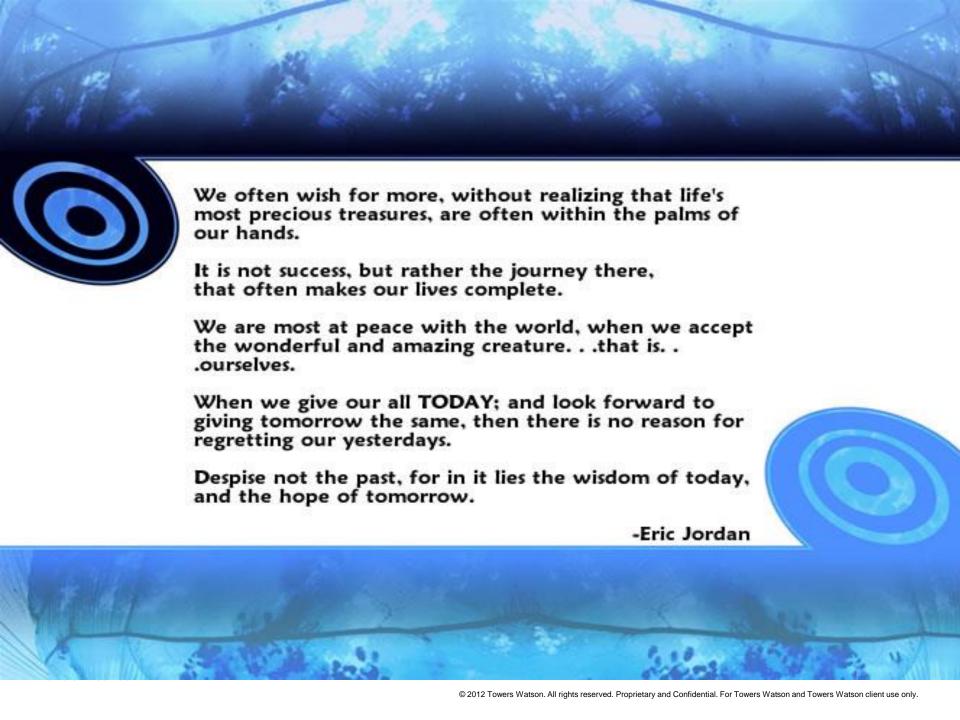


The world hates change, yet it is the only thing that has brought progress

Charles Kettering



- Life isn't about finding yourself.
 Life is about creating yourself.
 - George Bernard Shaw



Treasure Yourself

Treasure Your Work

Treasure Your Company

Treasure Your Relationships

Treasure the World of MORE!!

Think more
Feel more
Be ENGAGED More!!

Your Actions become More!!

That's the power of Engagement



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