ONE DISCOVERY PLACE

Ester Kruger Change Project Manager Discovery

MARY STATE HILL AND

Enhancing organisational engagement?

A well maintained functional and safe building?

Generating cost efficiencies?

Supporting innovation and collaboration?

What does success mean **Enhancing employee wellbeing** to you?

Innovative processes and systems?

Exciting and useful lifestyle services?

and health?

Employees and managers understand, support and value what you do?

A beautiful and clean environment?

Enabling employees to do their best work possible?

The journey and lessons learnt along the way

- Change Management what and why
- 1 Discovery Place Change Context
- Change Management Delivery Results



CHANGE MANAGEMENT – WHAT AND WHY



- Change management is the process of developing a planned approach to change in an organisation.
- Typically the objective is to maximise the collective benefits for all people involved in the change and minimise the risk of failure of implementing change.
- The discipline of change management deals primarily with the human aspect of change.
- Change management can be either re-active, in which case management is responding to changes; or proactive, in which case management is initiating the change in order to achieve a desired goal.



Studies estimate that up to 80% of successful project implementation is directly related to people related issues*.

On average, about 20% of the time and effort is spent on developing a plan to address these issues*.

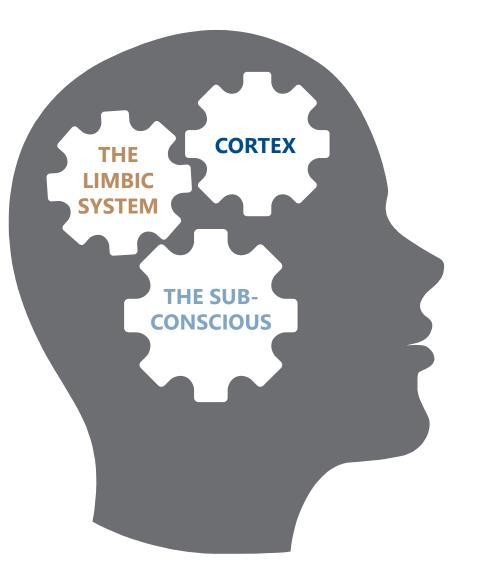
The plans that are developed are often not informed by understanding of human behaviour, and are insufficient and ineffective in addressing resistance.

*Studies conducted by Harvard, McKinsey, Oxford Leadership Journal



Why can't people just change? It is not personal?





The brain **hardwires** everything it can – it is a pattern making machine to **save energy**

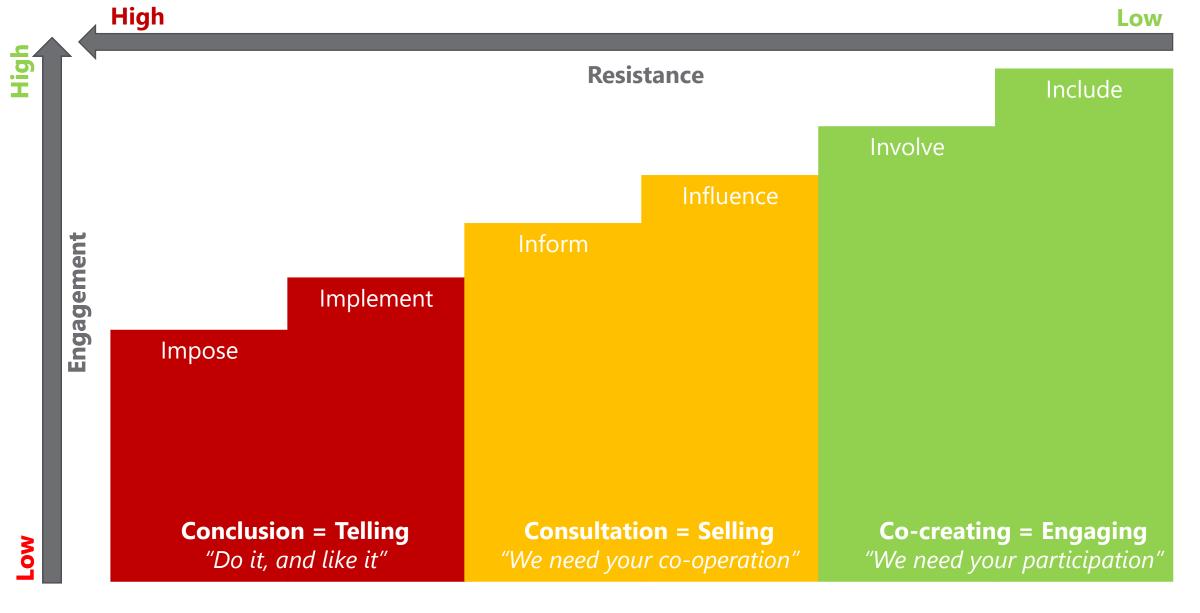
The brain is not made to think, it is made to survive – it is a threat seeking machine to **ensure survival**

When under **threat** the fight or flight response kicks in – this stops high energy and slow **thinking** (rational thought)

The threat response is also triggered when the following is threatened:

- Status
- Certainty
- Autonomy
- Relatedness
- Fairness

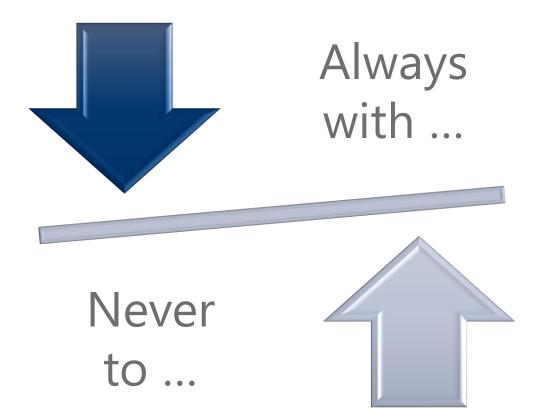
Strategies for change



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Change Management Approach





1 DISCOVERY PLACE – CHANGE CONTEXT



Context

- The decision to consolidate all of our premises into 1 Discovery Place was based on Discovery's commitment to keeping our people together, and to creating open spaces that align to our values.
- Discovery's global headquarters in Sandton was developed in a joint venture by two of South Africa's leading property companies, Growthpoint Properties Limited and Zenprop Property Holdings.
- Discovery is the main tenant, having entered into a **15-year lease arrangement**. Discovery participated in the design of the building.
- Employee relocation started in **October 2017**
- Change Management effort started March 2017

What Changed (in summary)?







Less physical storage (on workspace floors)



Less meeting rooms (more shared Agile spaces)



Improved technology (eg flooded wifi, Skype for Business)



More walking (to common amenities, printers etc)



Agile neigbourhoods and furniture



PaperLESS (less printing, more scanning and electronic storage/sharing)



Relocation disruption over 16 weeks (approximately 500 employees per weekend) 1DP Strategic and Change Management Imperatives





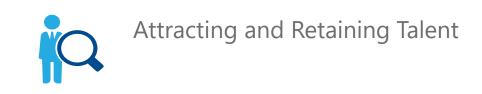
Improved Innovation and Collaboration



Improved Employee Wellbeing and Engagement



Generating Cost Efficiencies



- Business imperative: Implementing innovation and realising intended project benefits
- **Social imperative:** Valuing humanity through thoughtful management of the impact of work experiences

CHANGE MANAGEMENT DELIVERY -THE RESULTS

Cost of getting it wrong (people factor)



Tangible Cost

Calculated @ R64mil

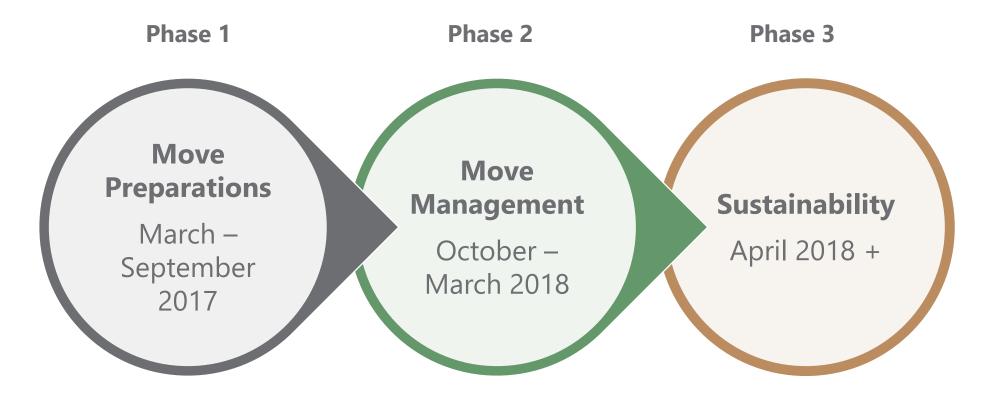


Intangible Cost

- **Customer Service:** Employees cannot access systems, customers not aware, address list not updated
- **Staff Engagement:** Disruption, dissatisfaction, frustration
- **Productivity Loss:** Don't know where to park, cannot print, cannot find documents, don't understand facilities, general way finding

Three Phase Change Management | Summary





Change Management Delivery Areas

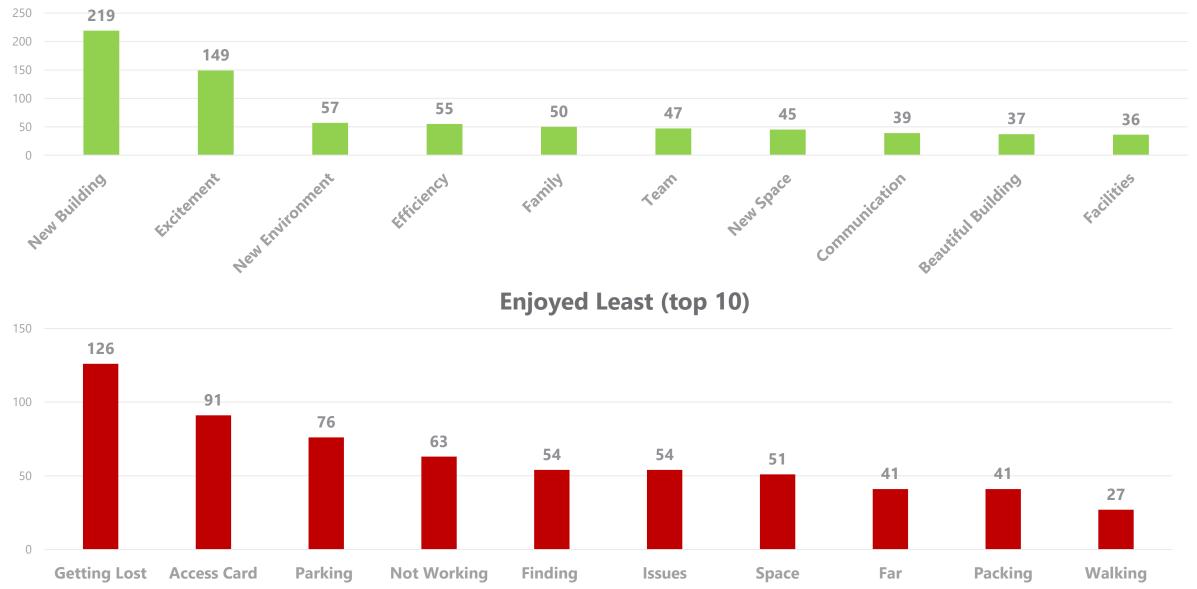




| | Delivery Area | Measurement | Result |
|---|--|--|--|
| 1 | All employees are sufficiently aware, informed and enabled to move | Business readiness assessment – all green | Achieved (BR assessment all green) |
| 2 | Efficient and effective move to 1DP | Minimal disruption to staff and other stakeholders | Achieved (Post occupancy survey feedback) |
| 3 | Accurate risk management | All people, process and technology risks identified and mitigating action in place | Achieved (Risk metric audited by Group Risk) |
| 4 | Enhanced organisational engagement | Improved engagement metric ito space as an enabler of performance | 2% average increase in results (Health and Bank not relocated at measurement time) |
| 5 | Project teamwork and morale | At least 80% optimism and confidence | Achieved (89% measured in morale survey) |
| 6 | Stakeholder satisfaction | Client survey indicating at least 80% satisfaction with key move metrics | Achieved (86%/91% measured in post occupancy survey) |

1DP Post Occupancy Survey | Qualitative Data (n = 1591) Objective

Enjoyed Most (top 10)



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Change Management Dashboard

| Stakeholder Group | Introduction | Agile | Paperless | Technology | Relocation |
|-----------------------|--------------|-------|-----------|------------|------------|
| Senior/Top Management | 90% | 50% | 50% | 50% | 80% |
| Middle Management | 100% | 100% | 80% | 60% | 60% |
| Employees | 100% | 90% | 90% | 90% | 70% |
| Change Leads | 100% | 100% | 100% | 100% | 90% |
| Move Champions | 100% | 100% | 100% | 100% | 90% |
| HR Community | 100% | 100% | 100% | | 100% |
| IT Community | 100% | 100% | | 100% | 100% |
| PA Community | 100% | 80% | 80% | 80% | 80% |

Some key numbers



Approximately **6600+** Business Engagement Conducted (excluding project meetings)



5000+ employees went through structured orientation (101 tours)



Approximately **3762** questions answered via 1DP Mailbox

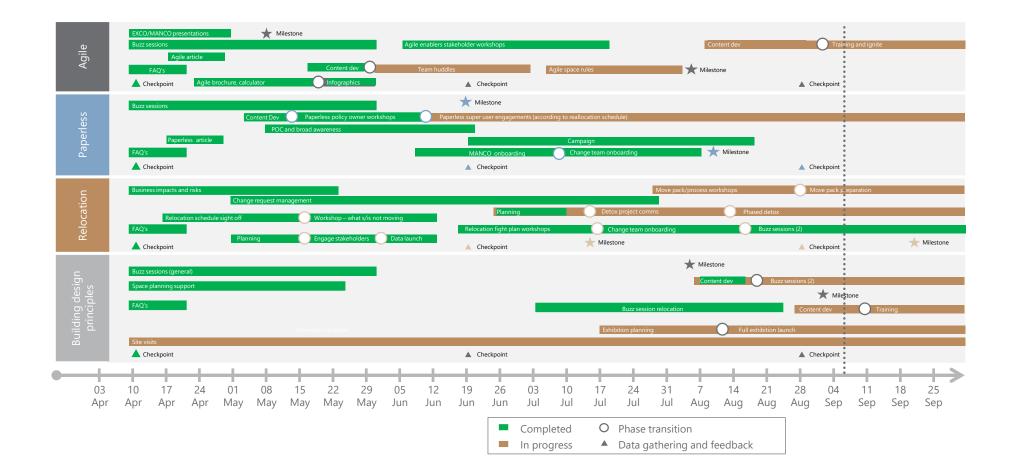
Stakeholder Governance (face-to-face only)

| \bigotimes | Discovery |
|--------------|-----------|
| | |

| Stakeholder Group | Introduction | Agile | Paperless | Technology | Relocation |
|-----------------------|--|--|---|-----------------------------------|---|
| Senior/Top Management | EXCO Presentation x 1 | EXCO Presentation x 1 Holdings Presentation x 1 | EXCO Presentation x 1 Walkthrough x 1 | EXCO Presentation x 1 | EXCO Presentation x 1 Holdings Presentation x1 |
| Middle Management | MANCO Presentation x 1 Buzz Session 1 | MANCO Presentation x 1 Buzz Session 1 | MANCO Presentation x 1 Buzz Session 1 | 1DP Orientation Buzz Session 1 | MANCO Presentation x 1 Buzz Session 2 Relocation Comms |
| Employees | Buzz Session 1 | Buzz Session 1 Agile Workshop | Buzz Session 1 Campaign | Buzz Session 1 1DP Orientation | Buzz Session 2 1DP Orientation Relocation Comms |
| Change Leads | Presentation x 1 | Presentation x 1 Change Meetings (monthly) Agile Workshop | Presentation x 1 Change Meetings (monthly) | Presentation x 1 | Presentation x 1 Change Meetings (weekly from 12 weeks) |
| Move Champions | Presentation x 1 | Presentation Change Meetings (monthly) Agile Training Workshop | Presentation x 1 Change Meetings (monthly) | Presentation x 1 | Presentation x 1 Change Meetings (weekly from 12 weeks) |
| HR Community | Presentation to DP EXCO x 1 | Presentation to DP EXCO x 1 | Presentation to DP EXCO x 1 | - | Presentation to DP EXCO and HCM Forum x 2 |
| IT Community | Presentation to Management Team x 1 | Presentation to Management Team x 1 | - | IT Meetings (bi-monthly) | IT Meetings (weekly) |
| PA Community | PA Forum (20 representatives) x 1 | PACE Community PA Forum presentation x 1 | PACE Community PA Forum presentation x 1 | PA Forum presentation x 1 | PACE Community PA Forum presentation (monthly) |
| Building Committee | Presentation x 1 | Monthly updates | Monthly updates | - | Monthly updates |

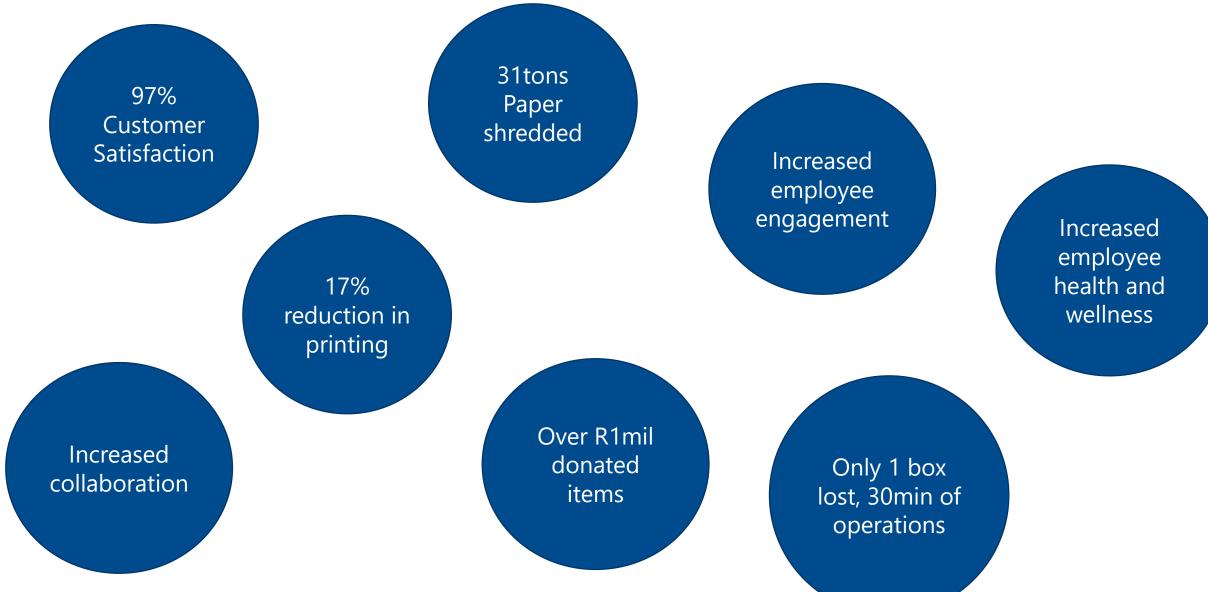
Key Initiatives Timelines





Our Measured Achievements





The immeasurable...





We learned We had fun We ensured balanced decisions We helped make a vision, a reality