BCC BOSTON CONSULTING GROUP

Governing knowledge and imagination in the digital era: Agile way of working

> Università Bocconi MILANO

SMS Special Conference LAB

MILAN, 17 JUNE 2022

1 Introduction to Agile principles and method

2 Practical simulation

3 Debrief and discussion

Interactive case study





Introduction to Agile principles and method

Traditional project management

Agile

"Plan and follow through".

"Learn, respond, adapt"

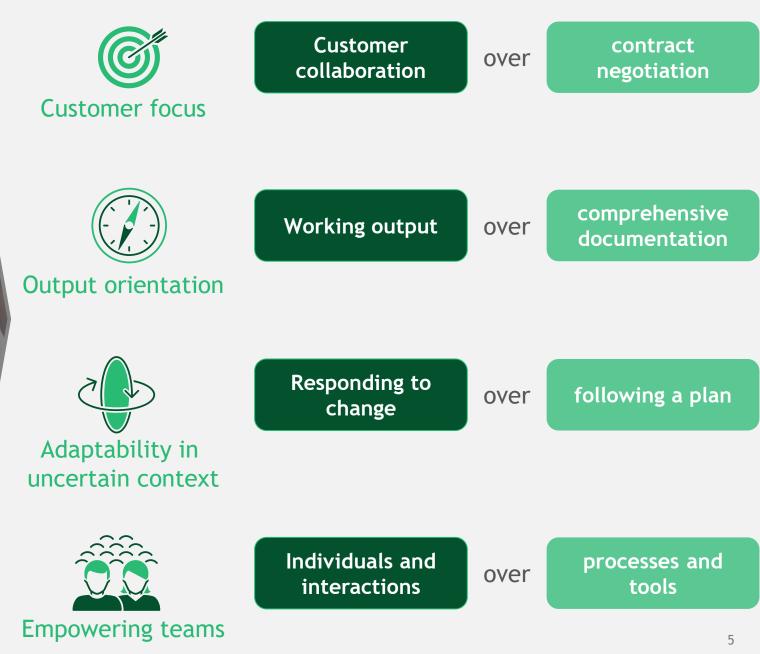
In agile we build iteratively in small increments with customer feedback to create a valuable outcome

Traditional **Traditional MVP** What happened? (:)We will follow Let's proceed to Looks good so far! We followed every every step in the 2nd step, "the We need a body step from the the plan mouth" now original plan! Agile Agile MVP Next increment Next increment Next increment \bigcirc This is perfect! I'm (\mathbf{U}) The draft looks Let's start I like the glad we listened to by creating a good, let's test colors, we can the customer along simple draft! use them ... some colors ... the way! Customer feedback in iterative process

We are uncovering better ways of **developing software** by **doing it and helping others** do it. Through this work we have come to value:

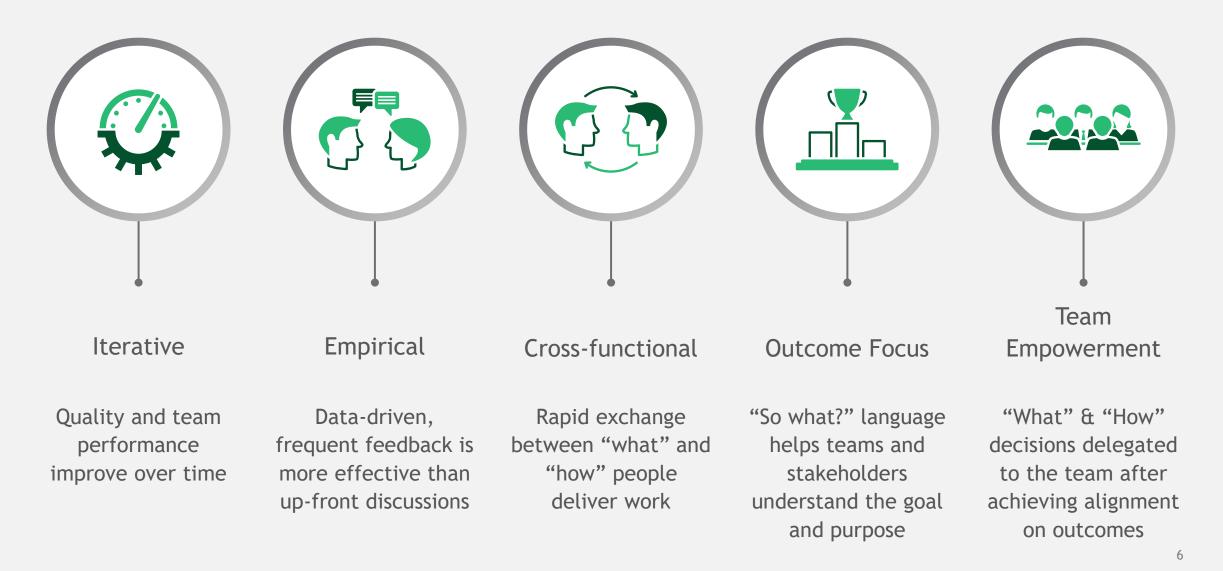
Agile Manifesto

That is, while there is value in the items on the right, we value the items on the left more



Source: https://agilemanifesto.org/

How we think about Agile principles



Copyright \otimes 2022 by Boston Consulting Group. All rights reserv

Agile positive impact on 4 dimensions



No overruns (time boxed) and 3x acceleration in time to market No over budget and reduction in development costs Increased customer satisfaction and high adoption rate Employee empowered and engaged

Large established players are already embracing Agile..



...with different levels of maturity



Agile project delivery



A portfolio of agile projects



Agile functions



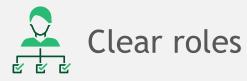
Enterprise agility (Agile@Scale)

We will simulate a mature Agile methodology: Scrum



Sprints" with iterative value delivery

Timeboxed ceremonies

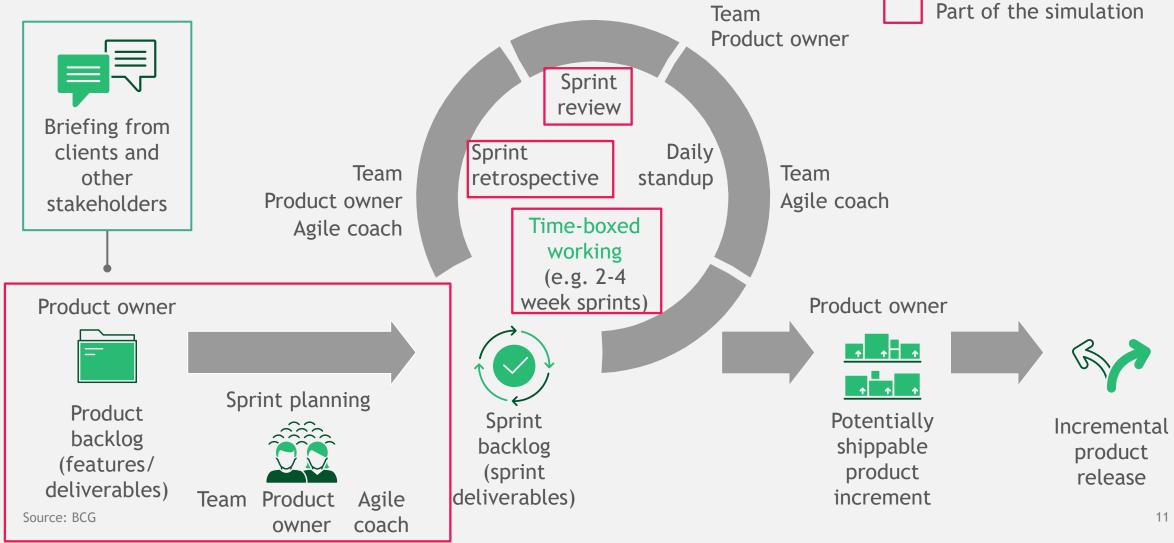


Simple tools

Scrum requires very specific roles to be effective



As a refined Agile method, Scrum is about delivering working products iteratively





Practical simulation

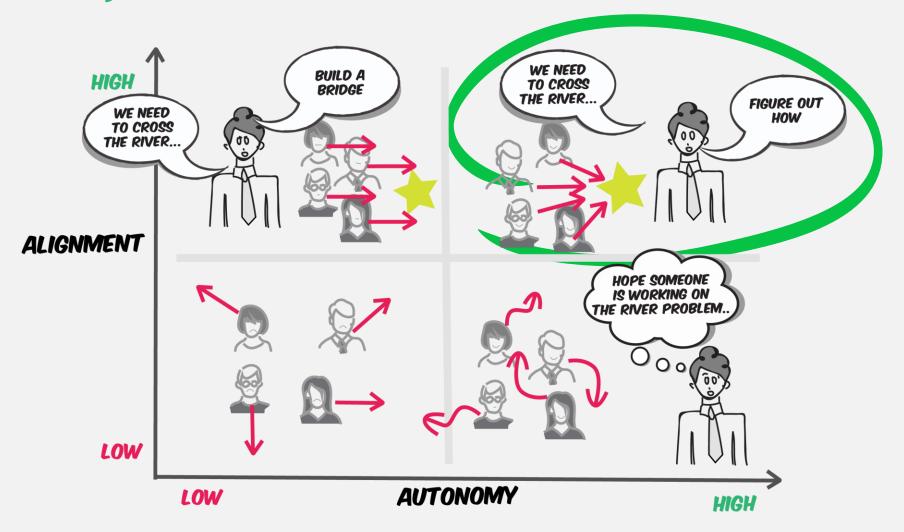
Agile deep-dive

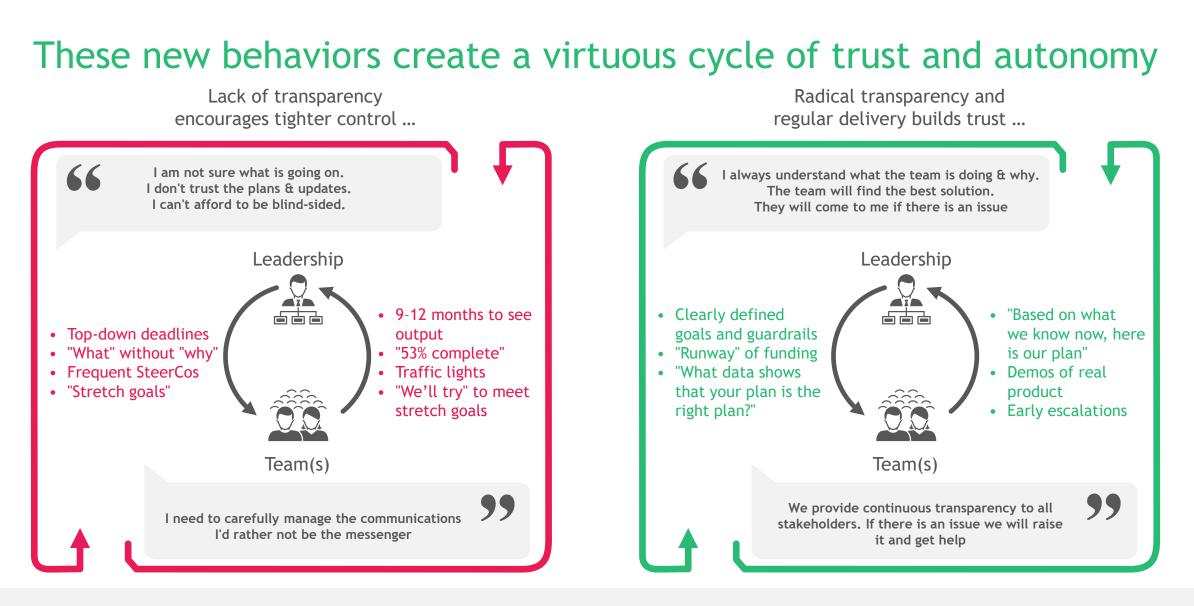
Agile @ Scale





We achieve the benefits of agile through alignedautonomy

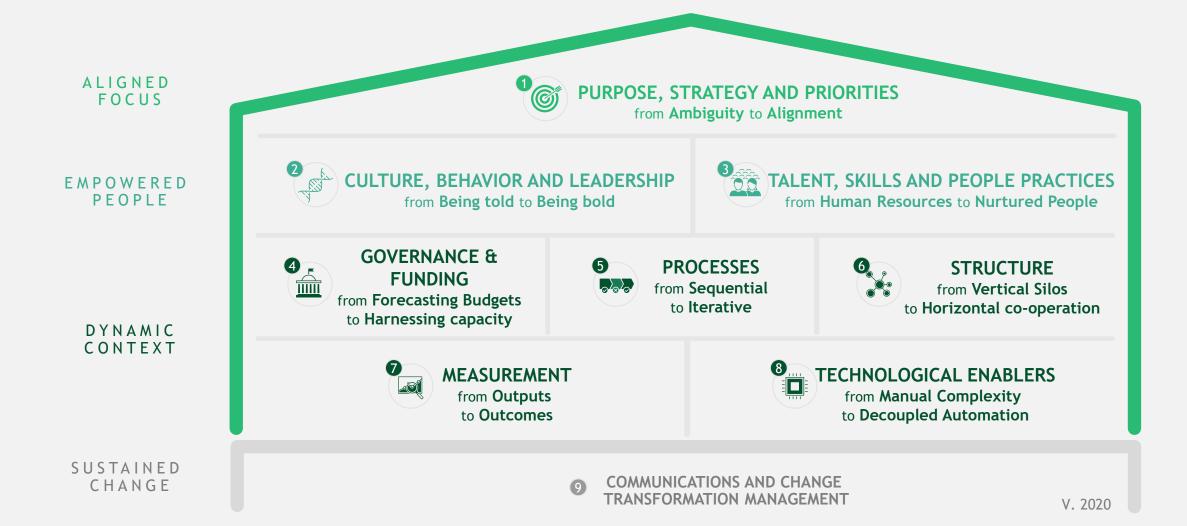




... so teams build buffers, give "false" updates, continually slowing the process

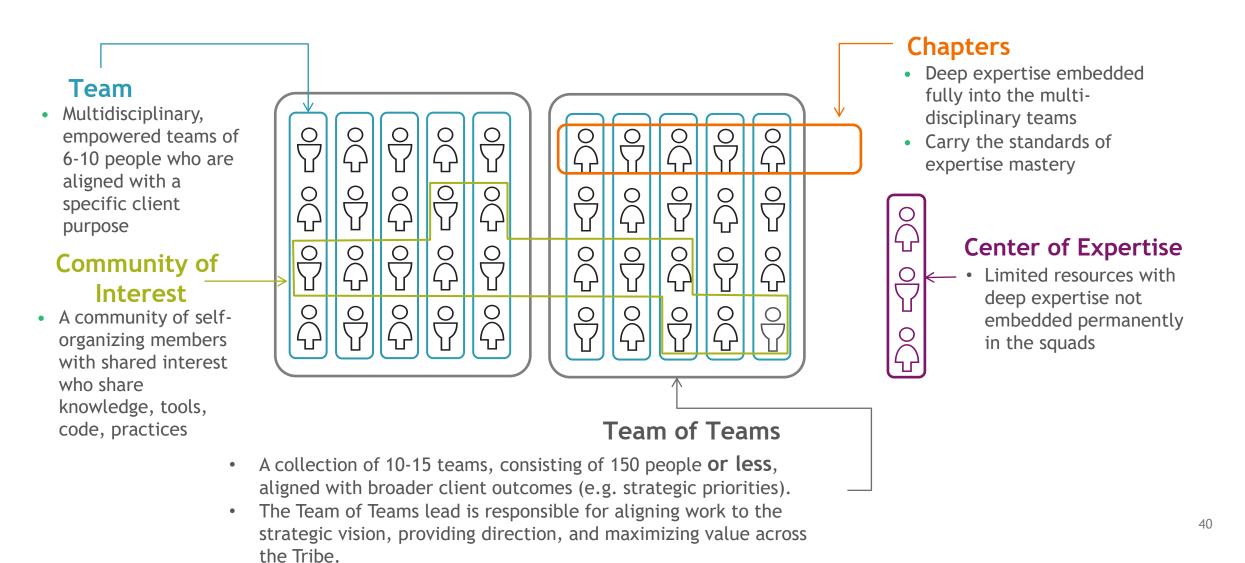
... and stimulates a virtuous cycle of trust and autonomy

Agile at Scale is BCG's comprehensive approach for building an adaptable, resilient organization





Agile@Scale uses business-aligned Teams of Teams comprised of multidisciplinary teams to deliver aligned business value





Session Discussions



Discussions during the Lab

- 1. Agile is a powerful way of working but before everything it is a deep cultural and mindset shift: it needs time to happen and it is based on the fact that key elements of the context area changed
- 2. Creativity and innovation are boosted by the fact that collective brain power is always preferred to the opinion of one single person. This is why the role of the Product Owner has no hierarchical relation with team member though it is the final responsible of the product developed. Different profiles have different and clear responsibilities, Product owner is responsible for what will be developed, Team members are responsible for how it will be developed and Scrum Master is responsible for how people will work together
- 3. As many other cultural transformations, the implementation of agile really starts from the top. If leadership team is not applying the principles, methods and practices of agile it will be very difficult for the rest of the organization to enjoy the benefits of this approach. Leaders need to give up to some sort of illusionary power (in particular, illusion of control). Most important advice is always to start by experimenting with agile in little pilot, collect lesson learnt from mistakes and then scale up.
- 4. Majority of agile principles and practices can be applied also beyond software development, from the banking industry up to hard product development industry. With the group of participants in this LAB we have also discovered that agile principles and practices are also applicable to scientific paper writing and research development when a group of authors/researchers is involved, bringing significant benefits

Contextual Video

https://www.ted.com/talks/ martin_danoesastro_what_are_you_willing_to_give_up_to_change_the_way_we_work



Reading and watching



Recommended introductory readings

Agility essentials: Agile concepts & culture

The Agile Manifesto ("Manifesto for Agile Software Development") Embracing Agile (HBR article on the concepts of agile) The new new product development game (HRB article)

Enterprise Agility / Agile at Scale

How to make Agile at Scale work for Your Organization	3-minute video
Taking Agile Transformations Beyond Tipping Point	10-minute read
What are you willing to give up to change the way we work?	13-minute read
Leadership implications	
Agile Starts or Stops at the Top	5-minute read
Example of Agile leadership tool: Obeya room	5-minute read
Hearing from practitioners	
CEO: ANZ CEO conversation about new way of working	6-minute video
Team: ABN AMRO - a new way of working	2-minute video
Mechanics: Agile way of working at ING	5-minute video

15-minute read



Inspiration from digital disruptors

Netflix Culture: Freedom & Responsibility	10-minute read
A Culture of Innovation	12-minute video
Netflix culture statement	10-minute read
Spotify	
Aligned autonomy	1-minute video
Engineering Culture (Part 1)	13-minute video
Engineering Culture (Part 2)	13-minute video
Zappos	
Zappos Core Values	3-minute read
Video: How Zappos will Run with no Job Titles	4-minute video
Delivering Happiness: A Path to Profits, Passion, and Purpose (by Zappos' CEO)	272 page book
Google	

How Google Works

Netflix

47

5-minute read



bcg.com