

REIMAGINING HR IN THE RESOURCES INDUSTRY



The Resources industry is undergoing unprecedented change, with external and internal forces shaping the future of the industry and the workforce.

There are several factors affecting the Resources Industry. The impact of technology, along with the pressures of environmental and social political changes, are compelling HR and CHRO's to rethink their priorities and how to create more value for the business and industry. With a focus on agility and changing workplace expectations, HR is focused on redefining their role, exploring new business models and adapting to a more digitally-savvy and fluid workforce.

SUB-INDUSTRY INSIGHTS, NATURAL RESOURCES, ENERGY AND UTILITIES

Each area within the Resources Industry face their own unique challenges. The levels of maturity and evolutionary journeys of the resources industry players are different.



Volatility in commodity prices, increased investment in renewable sources, challenging international trade relations, environmental and safety regulations and the ability to attract talent are transforming the chemicals and natural resources.



Volatility in prices, ongoing consolidation activities and environmental regulations require the industry to look for sustainable ways to conduct business, reduce costs and improve business performance.



This industry is driven by distributed sources of energy, customer expectations and cost competitiveness. Many players are replacing legacy systems with intelligent systems such as smart grid and embracing the power of big-data and internet of things to better manage the distributed networks.



TRENDS IN HR

The challenges and opportunities in the resources industry require HR to anticipate business and workforce needs, find agile and digital ways of service delivery, improve the organisation's ability to manage change, and new-skill the workforce including its own capabilities.

We have identified the following five trends are reshaping HR in Resources:

Strategic
Uplift HR capak

Uplift HR capability to move from the back end to the front end, transition away from the administrative service provider to the influencer and strategy architect.

2

Customer-Centric

Workforce experience at the core of its offerings

3

Data Led

Harnessing the power of data to see patterns, predict outcomes and inform decisions

4

Technology Driven

Anticipating the impact of technology and equipping and amplifying capabilities with intelligent technologies

5

Future Focused

Predicting, attracting and shaping the workforce of the future

HR MATURITY LEVELS

Companies within each industry are at different maturity levels and evolving at a different pace in their hr transformation journey

Intelligent talent & HR **HR** evolution Reimagine the work & workforce Deliver end-to-end **Core digital HR** Deliver personalized workforce workforce experiences · Design system-Vision & experiences • Reimagine HR enabled user roadmap Provide total talent experience operating model HR services Make foundational Predict workforce Align vision needs & behaviors Apply intelligent decisions · Create business case decision support & Strategic workforce · Simplify processes automation Define transformation planning and future · Enable data visibility & digital blueprint **Enable organization** capabilities for continuous Plan implementation evolution & journey

Business Value









Natural Resources

Strong HR foundations & future capabilities

As the industry transforms with digital and automation, there is a requirement to modernise the HR platform to enable better controls and quality of core HR processes and data while reducing the cost-to-serve. This will help to shift the effort/investment to design the Future of Work and support the workforce transition into the future state of the business.

There are a few actions that HR functions are working on as priorities:

- Deliver efficient and effective HR services by leveraging HR SaaS and automation
- Simplify processes to improve experience
- Develop robust Strategic Workforce Planning and define the future capabilities
- Prepare for New-Skilling the workforce at scale



Energy

Digital HR & ecosystem enablement

With the ongoing shift to more sustainable sources of energy, organisation requires to work with the ecosystem to progress their business strategies. HR has to enable digital platforms that allows the business to integrate the extended workforce, upskill middle management to work with partners at every level of the organisation and develop business agility with real-time information and new ways of working.

There are a few actions that HR functions are working on as priorities:

- Reimagine technology led low touch HR service delivery
- Deliver strategic and signature HR processes for employees and contractors
- Leverage people analytics for data driven decision making
- Enable line management to navigate the new business ecosystem



Utilities

Employee experience drives customer experience

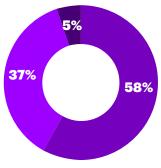
The competitive landscape for utilities and the need to pivot as a greener business requires a radical change of the people agenda. HR needs to develop a great employee experience which will drive significant value for customers, at the same time to build a purpose-driven organisation that attracts the best talent.

There are a few actions that HR functions are working on as priorities:

- Provide agile and digitised HR services
- Deliver differentiated workforce experiences to improve customer experience
- Apply intelligent HR technologies and big data for automation and decision support
- Design and develop a purpose-driven leadership and organisation that is attractive to the future talent

HR TRANSITION

Long standing Traditional HR BP/CoE Model is giving way to hybrid models tailored to match the business context



Successful Transition Undergoing Transition

Not Successful

HR Operating Models

Professional Services Model

Advanced HR Business Partner/CoE Model

Hybrid Models

HR Service Delivery

Technology enabled HR delivery model

Shared Services/ Operations Centers

HR Advisory **Contact Centers**

Emerging Practices

Design Thinking

Agile ways of working

Crowdsourcing niche skills



∼60% companies are still transitioning to a target end state operating model.



37% of companies have transitioned successfully to their current HR operating models.

For companies experimenting with new HR Models, the experiences and outcomes are varied

Success Drivers

Crowdsourced cross functional self-directed teams

Modular approach to transformation

Focus on capabilities rather than competency

Increased use of self-service, mobility and artificial intelligence

Challenges

Understanding of new ways of working and change adoption

Overlapping priorities or unclear role definitions

Lack of an 'ideal' structural fit and need for constant refinement

State of flux- new models haven't reached a steady state yet

Cultural barriers and resistance to change

Lessons Learnt

Pilot and use early wins to build momentum and support

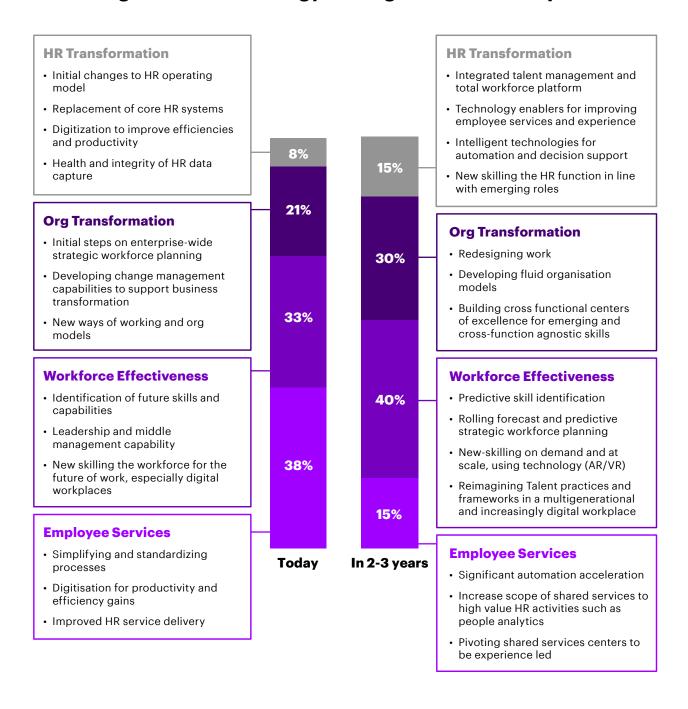
Drive enterprise mindset and reward the right behaviors

Upskilling the workforce for human-machine collaboration

Transformation journey is iterative and demands agility and resilience

FUTURE FOCUS

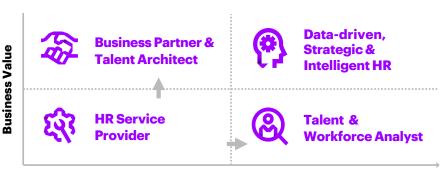
Over the next 2-3 years, there is a shift in where HR is investing, increasing focus on technology and organisation development



EMBRACING THE AGE OF REDISCOVERY

Human Resources is undergoing an age of rediscovery, transforming its core from administration centric to business and workforce centric. This is especially true in the Natural Resources Industry. Companies are open to rediscovering their identity—with players examining who they are as an organisation and who they want to be in the future. Essentially, more resources companies now want to transition into being technologically capable, strategic, and analytical.

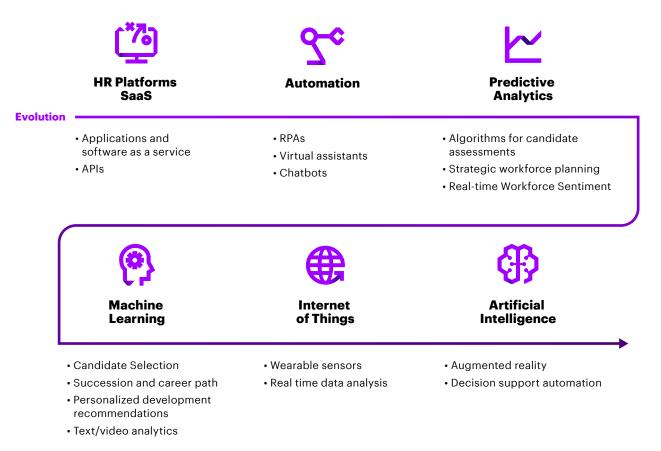
HR is increasing focus on technology and organisation development, positioning itself to deliver better value for business



Use of digital technology

INTELLIGENT TECHNOLOGIES SPECTRUM IN HR

Resources industry is evaluating the potential of intelligent technologies before moving from pilot phases to full implementation



Resources companies are relatively unfamiliar with and slow at adopting intelligent technologies in HR and are experimenting and piloting at a small scale



Perception towards intelligent tech

Intelligent technology is seen by everyone as a positive development that can improve outcomes, safety, agility, simplicity and user experience



Readiness to work with intelligent tech

Most companies are not yet ready to work with intelligent technologies, with less than 30% feeling well prepared



Investments in intelligent HR tech

Most companies are investing in intelligent HR technologies but the current spend is limited to acquiring cloud-based services, BI tools and chatbots. Most companies do not have clear methods or metrics to measure business value created



ABOUT T&O

Accenture Talent and Organization's mission is to unlock the potential of people and organizations to lead disruption that advances industry and society. We offer a comprehensive, analytics-based approach to identifying workforce needs in light of business goals, collaborating with clients to dramatically improve performance through integrated talent, HR and organization change services.

Organisation Change

We help clients develop an organization and culture with the capacity to capitalize on disruption and respond rapidly to changing market forces.

Leadership

We work with senior teams and leaders to develop individual and collective capability while improving the performance of the organization through leadership strategies, coaching and development programs integrated with the business agenda.

Human Resources

We help clients position HR to leverage digital, drive the talent agenda, deliver a "consumerised" employee experience and build new capabilities that establish HR as a partner and coach to the business.

Talent

We help clients create talent strategies that incorporate future talent needs, accelerate performance and define the path to desired future state.

We have **12,500+** talent and HR professionals with deep strategy, consulting, technology and operations capabilities.

T&O LEADS



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ABOUT ACCENTURE

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