CHRO Conversation

PepsiCo – Ronald Schellekens

Video Length 33:38

https://www.youtube.com/watch?v=oxlqfF9HUA0&feature=youtu.be

| Topic | Time |
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| How do you think about your priorities when you start in a role like this [CHRO]? | <u>1:05</u> |
| Start with what the business wants. Identify how to capture opportunity. | |
| Understand how you can build talent. | |
| Identify new capabilities that are needed. | |
| Think about how to manage organizational effectiveness. | |
| Decide what type of culture and leadership behavior we want to build. | |
| Determine how to deliver a great employee experience | |
| Focus on the productivity options of our HR team. | |
| What are the skills that you are looking for as people begin their HR profession? | <u>5:50</u> |
| Ability to understand the implications of digitalization | |
| How is supply chain within the domain of HR? | <u>8:58</u> |
| Supply chain is one of the business functions of PepsiCo. | |
| It entails everything from the factories, the long-haul transportation from our | |
| warehouses to the end position in the store. | |
| Human Resources manages all employees who "deliver magic on a day to day | |
| basis". | |
| Focus on hiring, compensating, motivating employees. | |
| In addition to embracing tension, is there something else that HR should be doing to drive | a <u>15:40</u> |
| culture that leads towards winning in the marketplace? | |
| Decide: is your culture is one culture? or multiple cultures? | |
| "Freedom within a framework" | |
| Was it helpful to have worked at PepsiCo in the past and come back? | <u>18:45</u> |
| It helped but there are some 'watch outs' to be conscious about. | |
| Understand the company is not the same as when you left. | |
| Recognize that operations are often different as well. | |
| Are there things you need to keep in mind when joining the executive leadership team that | t <u>21:12</u> |
| are different or unique about trying to lead a large organization? | |
| Take a humble position, learn, and be open | |
| There is always a dilemma when you come to a company and continue to use your | |
| previous company as a reference point, people get irritated quickly. | |
| Recognize that what works in one company may not work in another. | |
| Tailor HR services to the business and the business strategy. | |
| Most CEOs come from inside the organization, but for CHROs it is almost opposite for that. | <u>26:16</u> |
| Why is this the case? | |
| Some roles are more transferrable than others | |
| There is always a question of what the CEO wants: if they were happy with HR in | |
| the past, this may lead to continuation. If they desire differentiation, an external | |
| hire might be the solution. | |

| | e something about a CEO wanting to ensure they have their own person that is more loyal than others? | <u>29:15</u> |
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| • | Loyalty is not the correct work – the CEO is a lonely job, very few people you can talk to | |
| • | Good CHROs forge a relationship with the CEO where they can be themselves and discuss their team | |
| • | It is human, logical, to identify an individual you already have that relationship | |

Helpful Quote:

"Great people who are highly motivated and who have passion for the company, deliver magic."

Discussion Questions:

- 1. Why is the importance of aligning Human Resource efforts with company objectives?
- 2. Do you agree or disagree that supply chain falls within the domain of HR? Explain.
- 3. What are the potential drawbacks of bringing Executive Leaders into a company from outside?

| Company | CHRO | Topics |
|---------|--------------------|------------------------------------------------------------|
| PepsiCo | Ronald Schellekens | Driving Business Success, Diversity, Inclusion, Engagement |