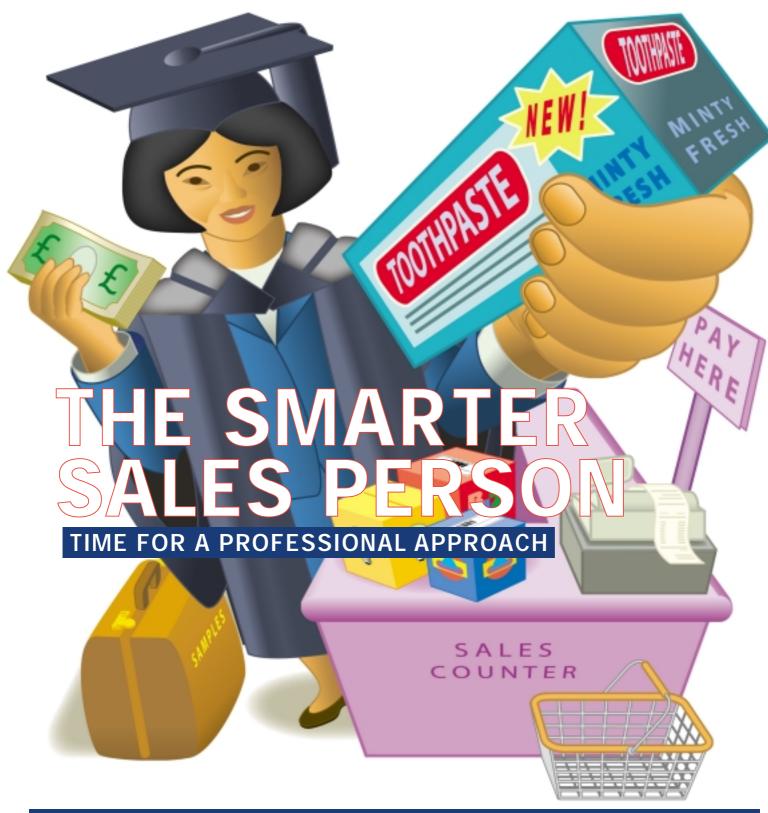
UNIVERSITY OF STRATHCLYDE GRADUATE SCHOOL OF BUSINESS MAGAZINE | SPRING 2003





SCOTTISH PLC AWARDS BECOME A DOCTOR MEET THE DEPUTY DIRECTOR **CALLING ALL ALUMNI SCENARIO PLANNING** 

# RESEARCH

# It pays to keep in touch

■ An alumni network is an important aspect of any business school and there has to be a real drive from the alumni themselves for it to succeed.

I have been delighted to see two new alumni associations set up in the past six months and

hope they go from strength to strength. I hope any of you who can, will take advantage of the events organised by local associations. Those who are not near such a group may consider setting up their own local group.

We are pleased to be involved with the prestigious Scottish plc Awards again. Sadly, I missed out on the award ceremony and Professor Gerry Johnson made the address on my behalf. As many of you know, I am convalescing after an operation in March, but being kept up to date with everything happening at USGSB.

Day-to-day running of the school is being undertaken by deputy director Alf Hatton, as acting director, supported by Professor Chris Huxham as acting academic director, and our strategy team. Ronnie McMillan will carry on in his role as director of operations in the meantime.

I look forward to returning and seeing everyone graduating later in the year.

Professor Colin Eden, Director University of Strathclyde Graduate

## **GULF GRADUATES GET TOGETHER**

► Thirty-four graduates from the Gulf attended the region's first alumni event, in February. It was hosted and financed in Dubai by the British Council, who opened it to all alumni of the

USGSB's financial controller John Rinkes, Dr Tom Mullen and management science Professor Fran Ackermann attended. Dr Mullen spoke on Strathclyde's behalf and Professor Ackermann gave an after-dinner address.



▶ ► The Scotland plc Awards were launched in 1999 by Pricewaterhouse-Coopers and Scottish Business Insider to recognise and reward the outstanding achievements of Scottish quoted companies at home and abroad.

As research sponsor, USGSB is an important part of the awards. This will be the third year we have been involved in ensuring the judging of the awards is fair and that rigorous research is carried out beforehand into all Scottish plcs.

Frank Blin, head of UK regions at PricewaterhouseCoopers in Scotland, said: "In the first two years of the awards, all Scottish PLC and AIM companies were invited to nominate themselves for each of the award categories, which meant the onus was very much on the companies to complete the paperwork."

"We changed the format to allow research to identify a shortlist of companies for each award category and invite them to participate in the programme this way.

An established contact between PricewaterhouseCoopers and USGSB's director, Colin Eden, resulted in his being asked if the school would take on the role as independent researchers.

USGSB staff undertake initial desk research – based on publicly-available information - to identify and shortlist the companies for four of the six categories. With two of these -Corporate Social Responsibility and Global Connections - USGSB teams carry out site visits, along with a PwC representative.

The research process is followed by an independent judging panel meeting to review the shortlisted companies in each category. Other categories, not included in the research process, include Scottish CEO of the Year, Scottish plc and Shareholder Return. A

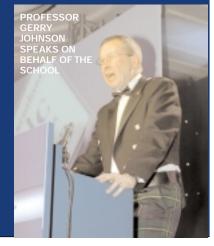
distinguished judging panel examines the shortlisted companies and makes its final decisions early in the year. Dr Alf Hatton represented USGSB this year to ensure the process ran smoothly.

"Having USGSB on board means the companies nominated can be assured the process is completely independent and unbiased," said Linda Eadie, head of corporate finance at PricewaterhouseCoopers in Scotland. Linda joined the judging panel in a non-voting capacity, along with Alasdair Northrop, editor of *Scottish* Business Insider.

BBC TV presenter and newsreader Fiona Bruce hosted this year's presentations dinner at the Glasgow Hilton. Professor Gerry Johnson, director of executive development, addressed the audience on behalf of USGSB, explaining to the guests the research procedures.

Sir Ian Wood was awarded the title Scottish CEO of the Year, one of three successes for the Wood Group. The company also won the Scottish Enterprise Award for Global Connections and picked up the title of Scottish plc of the Year.

Other winning companies were Havelock Europa, Dobbies Garden Centres and First.



# Is there a doctor in the house?

► If you are an MBA, MBM or BITS graduate, you might have got the studying bug and fancy giving further study a go. Doing a doctorate could be the answer.

At Strathclyde University, this involves developing a relationship between the students and supervisor over a particular

CONTINUING OUR RESEARCH FOCUS, WHY NOT AIM HIGH **NITH USGSB?** 

research topic, so finding a supervisor who is working in your proposed area of study, and has capacity to take you on, is key to getting an offer of a place for doctoral study.

USGSB has a research studio with hot-desking and computing facilities. Full-time students are expected to be in the department on a regular basis. Part-time students are required to attend the department for at least 10 days per year, in addition to attendance on the Research Methodology Programme.

Nothing ventured, nothing gained - so, if you are interested,

email Val Turner (Valerie@gsb.strath.ac.uk) with a brief outline of your initial thoughts regarding your area of research interest, a CV and an indication of funding availability. Areas in which a supervisor

may be available in the school are listed on the web (www.gsb.strath.ac.uk), in the research section. Bear in mind, however, that supervisors can take on only a small number of students, so the listing of a topic does not necessarily mean that a supervisor is available at the time you apply.

thinking and change, Alf is also a

practitioner in NeuroLinguistic

Programming, a qualified trainer

and a Shotokan karate-do third

From management to martial arts,

Alf Hatton's your man

dan black belt and former

international karate referee.

# and...

▶ USGSB has retained its place in the Financial Times top 100 for full-time MBA programmes for the third year running. The school is one of just 14 in the UK to be ranked and is in the top 30 for European business schools offering the fulltime MBA.

There are some 1,500 MBA programmes worldwide. In the UK alone, there are more than 100 business schools offering

See www.ft.com

► Co-creating Emergent Insight - the 10th international conference on Multi-Organisational Partnerships, Alliances and Networks (MOPAN) – is hosted by USGSB at the Gartmore House Conference Centre, Loch Lomond, June 25 to 28.

Organised by Professor Chris Huxham and Paul Hibbert, the aim is to advance the understanding of the nature of multiorganisational partnerships, alliances and networks by providing an international platform for the exchange of ideas, experiences and methodologies.

► The Journal of Behavioral Decision Making, edited by Professor George Wright, continues to gain status as one of the top management journals in the world. The past two issues had articles by authors from Harvard Business School, Kellogg School of Management at Northwestern University, Johnson Graduate School of Management at Cornell University, and Haas School of Business at the University of California in Berkeley.

▶ MBA alumni from the Etive year (1992-1993) have a reunion on the weekend of June 6 to 8. An evening reception on June 6 at USGSB in the Chesters Lounge will be followed the next night by a buffet and ceilidh, and a disco in the West End – with an early-afternoon brunch on Sunday, June 8.

Costs are likely to be about £50 per head for catering. Contact Jeff Loughridge (loughridge@breathemail.net) for more information.

# The many hats of **Hatton**

► Dr Alf Hatton has had a hectic schedule since he became deputy director at USGSB, but he found a few minutes to tell us a bit about his background.

Starting life after university as an officer in the Royal Hong Kong Police, Alf continued in public sector management when he returned to the UK, but in the area of leisure, tourism and heritage.

He switched to lecturing at University College London, where he developed a new and completely self-financing master's programme, before moving to Birmingham University's Ironbridge Institute and then to the Department of International Relations at Nottingham Trent University.

In 1993, Alf left academia to establish an independent management and organisational development consultancy. He couldn't stay away from university life too long, though, so he embarked on a PhD at Strathclyde.

With his doctorate completed, he put in a year's interim management as acting director at Glasgow University's Hunterian Museum & Art Gallery, an institution for academic teaching, research and the public. Alf then sought an opportunity to return to DR ALF HATTON BRINGS A RANGE OF **BUSINESS AND ACADEMIC SKILLS TO HIS ROLE AS USGSB'S DEPUTY DIRECTOR** 

university work as a senior manager and that's where Strathclyde comes back into the picture. The deputy director post is

designed to take the day-to-day management of USGSB off the desks of research-active staff - not least director Colin Eden - to enable them to concentrate on academic development. This was, Alf says, the perfect post he was seeking – and where better than his alma mater! He is a professional

member of the Chartered Institute of Personnel and Development, the Institute of Management Consultancy (currently its vice-chair for Scotland), the Scottish **Business Psychologists** Network, the Institute of Healthcare Management and a fellow of the Museums Association.

in organisational development. strategic

With academic interests

PIONEER SPRING 2003

## **Business**

# EDINBURGH NETWORKING

▶ Edinburgh MBA students and recent, invited alumni are attending Interface, a unique networking and recruitment event on May 13. It's hosted by USGSB and two other Scottish business schools – University of Edinburgh School of Management and Edinburgh Business School.

Irene Aitkenhead Taylor has spearheaded the organising of this event at Edinburgh's Playfair Library. Representatives from more than 35 companies have expressed an interest in taking part, networking with students, alumni and other companies and organisations, and interviewing selected students.

**FOCUS** 

INTELLECTUAL RIGOUR PAYS OFF IN SELLING AND SALES MANAGEMENT, **BILL DONALDSON BELIEVES** 

ccountancy, law and medi-

cine are accepted as professions, but that is rarely the case with sales. As a career. it rates low in popular esteem. The perceived coercive nature of the job is partly to blame, but not as much as the lack of formal qualifications required. There is no established evidence of a link between academic achievement - above a basic level and performance in sales or sales management jobs. There is a lack of intellectual rigour in the subject matter.

The issue is not whether selling is an academic subject, but how the complexity in most of today's sales and sales management jobs can be reflected in the body of knowledge.

## **Definition of performance**

Sales has always been a job for doers rather than thinkers. The connection between effort and performance linked to rewards was what really mattered in profit-driven transactions. Skills or techniques were also important, but the emphasis was on how to do things better

### KILLS FOR THE FUTURE

- Financial acumen to be able to read customer accounts, understand cost and revenue streams and value creation. Also, the ability to manage international exchange fluctuations ing areas.
- involving more demanding work than any tradi tional marketing plan, because it is for and with the customer
- Coaching and leadership skills. This means managing and co-ordinating links between the organisation's multi-skilled people in design, operations, costing and customer support. The customer account plan must be set up in a unified and co-ordinated way. It shouldn't increase transaction costs, but should achieve the service and support the customer relationship requires.
- New management reporting and control skills to deliver the organisation's objectives
- cost-effectively.IT, Internet and e-commerce capability.

duce one output - higher sales. There was much less focus on why you were doing it in the first place. Management

**SALES MANAGEMENT** 

attention concentrated on effort. This meant the number of calls or prospects to meet, how to motivate individuals to perform and what techniques worked best, based on personal experience or that of others.

As a buyer's market developed and competition increased, it's disappointing that the criteria for assessing performance didn't change.

What did

duce the same result, with training, financial rewards and controls being the favoured managerial techniques.

Anyone or anything found effective was incorporated into the conventional wisdom and replicated.

The need to study what performance

meant was sacrificed and performance itself became the only measure of output.

## Theoretical borrowing

to other disciplines for guidance. What would

salespeople work harder? How could buyers and potential customers be influenced more effectively and how could our operations be made more efficient?

draw on intellectual rigour in sales as a coher-

## **NEW THINKING**

Theoretical development in some or all of these

- New conceptualisation of the multifaceted nature of sales performance.
- nteraction reflecting relationship inputs
- Innovative financial modelling to reflect account management and international

individuals required to operate in multi-team

- multi-client mode. Also, the leadership and coaching issues associated with these roles. New managerial models to reflect the evaluation and control that complex exchange mechanisms demand in the electronic world.
- Evaluation of different organisational structures

ent subject, but borrowed concepts from other disciplines. This added value to knowledge and was of enormous benefit. Where would sales management be today without the psychologists and behaviourists?

Models of buyer behaviour, from Strong in the 1920s through to Fishbein in the 1980s, enabled salespeople to better understand

how to be more effective, and the management scientist enabled territory planning and scheduling to become a fine art. Somehow, this was never translated into a coherent education in sales management.

## Relationship perspective

Business is about sales and profits, but, even more fundamentally, it's about staying in business. A priority is to ensure customers repeat their orders or to grow the business through additional products and services.

If the customer buys only once or infrequently, a key dimension of staying in business is via referrals or word-of-mouth recommendation. Measures to reflect this might focus less on what constitutes a successful outcome at one moment and more on how the sales person and the organisation perform over a period of time. Key measures are likely to be identifying and developing opportunities, customer loyalty and return on investment in the relationship. This requires an understanding not only of sales and buyer behaviour, but of relationship behaviour and totally new ways to assess effectiveness in exchange processes.

### Managerial disciplines

So is sales non-academic? Far from it. If anything, other managerial disciplines should be concerned when products and markets become subservient to customers and solutions. So far, this has been reflected in practice rather than in new conceptual frameworks of the way the world works.

The person who previously would have been the key account manager is today's strategic account manager and tomorrow's

global account manager. The service salesperson of yesterday is today's category manager and tomorrow's customer liaison manager. The former technical salesperson is now the product specialist and, in future, will be the business development manager.

In the world of Internet and IT, the conventional salesperson who does cold calling or service selling will find the role changed by more senior salespeople, telesales back-up and technology itself.

Even more under threat are the traditional market researcher and brand manager, as they become replaced by real time information, corporate rather than individual brands or ownlabel supplies, and by outsourcing of customer-based audits, benchmarking and consult-

How can sales be relevant as a managerial discipline? Perhaps the answer lies in taking up the ground unoccupied by strategy, marketing and human resources. These fields can contribute to this intellectual development.

Sales managers can use strategic thinking, but it's not exclusively a desk job. Account initiation, management and development are the sales role, involving high-level and frequent customer contact. Marketing plans will be replaced by customer account plans prepared by the new breed of sales manager, incorporating marketing ideas and assistance, where necessary. Human resources will move from its traditional role to one of team-building for account management, with the emphasis on leadership and coaching, best carried out by sales managers responsible for these accounts.

Salespeople and managers will have to develop intellectual curiosity and leadership skills to reflect the new order. Sales as an academic subject? Answers on a postcard, please.

Dr Bill Donaldson is senior lecturer in marketing at USGSB. He will be taking up the post of Professor of Marketing at Aberdeen Business School, The Robert Gordon University, from August 1.

change was that effort went into different ways to pro-

Sales managers may have begun to search for new ways to perform. Not equipped with an intellectual armoury of their own, they turned

To answer these questions, we did not

JOIN THE PROFESSIONALS

SALES

COUNTER

make

4 PIONEER SPRING 2003

PAUL ANDERSON IS MANAGING DIRECTOR OF ONLINE DIRECT MARKETING IN AUSTRALIA

Where did you do your degree and when did you graduate? I did my MBA full-time in Glasgow and graduated in 1992.

How has your life changed since you graduated?
I fulfilled my ambition of working for myself and developing a successful business.

Was doing the MBA worthwhile?

Gaining an MBA helped in so many ways – perhaps the main one was that it gave me access to the wider business community. Companies who in the past wouldn't have been interested at least offered me a chance to have a conversation with them. It also gave me confidence – enough to go on and develop two successful businesses, in Australia and the LIK

What was the most men rable moment?

Seeing so many of my class hike, walk, scramble or just crawl to the top of a particularly notorious mountain on Skye – Sgur Dearg – as part of our course challenge.

I found the marketing classes invigorated me, the strategy classes es excited me, the accounting and finance classes helped me and the scenario planning classes confused me!

Shortly after graduating, I went to Australia where I co-founded a marketing analysis consultancy in Sydney. Having returned to the UK following the successful sale of the business, I established Online Direct Marketing along with two colleagues. The company has gone on to become a leading provider of business intelligence and e-marketing services in the UK. More recently, we have opened an office in Australia, where I am currently in the process of establishing the same business model that has worked for us in the UK.

VIBA to you?

Giving me the confidence to just an for it.



► Jane Gray graduated in 2000, More year – and more is certainly what she wants for her company, Meeting Makers.

She believes gaining an MBA has saved her business tens of thousands of pounds and is one of the best investments in her future she could have made.

Jane owns and chairs
Meeting Makers, the leading
conference organiser in
Scotland and one of the top
five professional conference
organisers in the UK. She
decided to take a step back
from the day-to-day running
of the business to do an MBA,
choosing USGSB because of its
excellent reputation for IT and
strategy.

"The highlight of my year at USGSB was the many new friends I made from all over the world, and the MBA has helped me formulate a variety of new business development strategies," said Jane.

"It's thanks to the course that I developed a new online booking system for the business – and that's helped me to save on staffing costs and given the company an extra competitive edge."

Meeting Makers has a team of 13, based at Strathclyde's Jordanhill campus. The company manages and administers all aspects of the project management of a



conference, event or exhibition, including financial set-up, sponsorship and promotion.

Major conferences include the recent 2020 Science: Education event at Edinburgh International Conference Centre, and the International Conference on Alcohol, Drugs and Traffic Safety at the Scottish Exhibition and Conference Centre in Glasgow later this year.

The business caters for all sectors and its work is not confined to Scottish venues, with conferences this year in London, Manchester and Birmingham. Jane's company organised last year's British Academy of Management (BAM) conference, which was hosted by Middlesex University and attended by many USGSB academics.

Graham Samson, Meeting Makers' joint MD, has recently secured the next BAM conference, hosted in Harrogate this year by Leeds Metropolitan University.

Meeting Makers is currently project managing more than 30 events of varying sizes and degrees of complexity.

The company has work secured until 2006 and manages between £2million and £4million of client business each year.

Find out more at www.meetingmakers.co.uk

# GET DEFUZZED IN OUR THIRD STROLL THROUGH THE JARGON ALPHABET

**competitive salary:** Beware this phrase in employment adverts! It means the hiring company has no intention of paying you any more than any other company – and perhaps even a little bit less.

**fuzzy** words

**mouse potato:** A mouse potato is the new generation couch potato – instead of spending hours staring at a television, the mouse potato is a person who spends hour upon hour staring into a computer screen.

**up-titling:** The practice of giving impressive-sounding

titles instead of rises. Someone who says they are the Head of Verbal Telecommunications is, in fact, a receptionist. And an Optical Illuminator Enhancer? That would be a window cleaner.

**web rage:** Web rage can erupt when a user is frustrated with slow-loading pages or lost data. A computer monitor might be on the receiving end of the rage at the lower end of the scale. In its most serious form, nearby colleagues should take cover.



# 10 tips on... Selling

A PROFESSIONAL APPROACH GETS RESULTS

- 1 Always make an appointment to meet in person.
- 2 Ask questions to ascertain customer needs.
- 3 Know your product or service. Anticipate questions.
- 4 Be honest it's the best policy. Be enthusiastic it radiates integrity.
- 5 Don't knock your competition your own credibility will suffer.
- 6 Respond to objections and turn them into selling points.
- 7 Don't be pushy gently lead to closing the sale.
- 8 Always ask for the sale.
- 9 Thank the customer for spending time with you, and send a letter of thanks to those who become clients.

10 Keep a call history so you can follow-up routinely.

# Nevis nuptials

LOVE KNOWS NO

FRONTIERS FOR EDUARDO AND PAULA

# MBA COURSE FORGES ALLIANCE BETWEEN SPAIN AND ARGENTINA

▶ The lecture and seminar rooms of USGSB may not spring to mind as places conducive to romance, but it is a widely-known fact that many relationships – and several marriages – have been formed as a direct result of first meetings in these very places.

Perhaps one day someone will work out if USGSB has a better success rate at bringing people together than dating agencies.

In the meantime, news of the latest romance to blossom into marriage has filtered back to USGSB. Paula Menis and Eduardo Zubillaga started the full-time MBA programme in 2000 and soon found they had more in common than an interest in business management.

It was only after they returned from the Christmas break – which Paula spent in Argentina and Eduardo in Spain – that they became a

couple, proving the old adage that 'absence makes the heart grow fonder' to be true.

"I think the rest of Nevis were really surprised when they found out we were dating," said Paula.

"Everyone knew Eduardo liked me, but didn't think I was going to go out with him!"

The dating continued until last August, when discussions between the pair centred on putting the relationship on a more formal footing. Paula was not to be won over by

discussion alone, though. It was left to Eduardo to make the romantic gesture and he proposed formally a few days later.

Luckily for Eduardo, the answer was yes and, just 12 months after graduation, the couple married in a register office in Bilbao, Spain. The religious ceremony was planned to follow in Buenos Aires on April 5.

So what happened after leaving USGSB?
"In October 2001 I went back to Argentina and Eduardo went back to Bilbao," said Paula.
"We wanted to take time to decide what

to do for the rest of our lives. Four months later, in February, we both moved to Madrid and started looking for a job in the Spanish market. It was later that year that Eduardo proposed.

"We're now based there. Eduardo is working for Acerinox, a world-leading stainless steel company, as exports manager for the South East Asia region, and I work for an Argentinian billionaire,

Martin Varsavsky, as executive director of The Varsavsky Foundation, focusing on education projects in Latin America."

Speaking in March, Paula added: "April 5 will be a special event, as our families and friends will get to know each other and Eduardo's people will be visiting my country. Besides, the ceremony itself will be quite special – I am Jewish and Eduardo is Catholic so we will have a rabbi and a priest marrying us."

# New groups going strong

▶ The Scottish and Swiss alumni associations set up last year are doing well in encouraging more alumni activity and networking in their countries.

Alumni Matt Watts (MBA Nevis 2001) and Neil McCallum (MBA More 2000) helped launch the association in Scotland.

Matt said: "It will benefit all who get involved – and the more people who do, the more beneficial and enjoyable it will be. We welcome suggestions for events and we're keen to encourage an increase in alumni activity. If anyone is interested in forming an association closer to home please get in touch."

For more details, contact alumniscotland@gsb.strath.ac.uk or make suggestions for future alumni events via the intranet bulletin board at www.intranet.gsb.strath.ac.uk.

### Switzerland

Strathclyde MBA Alumni Association Switzerland – SMAAS, to its friends – was launched in October 2002. It has already arranged events including a golf tournament and seminar day as well as social evenings.

Founding members Jacques Hefti, Stefan Ferraton, Yvonne Haag and Mark Turner have organised social and business events and launched an internet alumni portal, with networking functions including personal profiles and events information. The group has 75 full alumni and 65 associate alumni already. Its target is to have 90 per cent of the alumni in Switzerland as active members within six months.

Jacques Hefti said: "Our aim is to establish a lively network of Strathclyde MBAs in Switzerland, to promote the Strathclyde MBA. We're open to all graduates of USGSB and we welcome all current students as associate alumni.

"We're interested in contacts with other alumni organisations around the world and we invite all alumni, students and faculty coming to Switzerland to contact us."

More details are available from jacques.hefti@smaas.ch or

mark.turner@smaas.ch – or the Swiss alumni website at www.smaas.ch

If you have any news or comments contact Audrey Chisholm, Press & Publications Executive, University of Strathclyde Graduate School of Business, 199 Cathedral Street, Glasgow, G4 0QU, or email Audrey@gsb.strath.ac.uk

# **COURSES** FROM BOARDROOM TO CLASSROOM

# Survive through scenario planning

**FOUR IMPORTANT NEW COURSES HAVE BEEN ADDED TO** USGSB'S **IMPRESSIVE RANGE OF EXECUTIVE DEVELOPMENT PROGRAMMES** 

A wide range of executive development programmes is on offer at USGSB, and there are four new courses from the Centre for Scenario Planning and Future Studies (CSPFS) team - authors of organisational survival book The Sixth Sense.

### Scenario thinking appreciation course

This one-day course for policy makers explains the benefits of scenario thinking and gives participants enough understanding to decide whether such an approach would benefit their organisation.

## Practical introduction to the practice of scenario thinking

Gaining knowledge by participation is the subject of this course. At the conclusion of this three-and-a-half day course, participants will be familiar with the methods of scenario thinking, and understand how these methods contribute to policy advice and strategy development. They will also have gained experience in scenario methodology and will have confidence in proposing such projects and participating in them.

## Scenario practitioners' training course

This two-week course consists of an introduction to scenario thinking, followed by a tutor-supported investigation of a single topic area. The key aim is to develop skills in scenario planning, in order to make sense of the complexity and ambiguity in the world outside the organisation. The course is intended to challenge accepted perspectives on the world.

## Course for tutors intending to teach from The Sixth Sense

Delegates will leave this two-day course with a teaching materials pack containing slides and case studies suitable for classroom use. It aims to help them teach scenario thinking confidently, as part of a strategic management course, and is focused on ways of communicating the theory and practice of scenario thinking to client groups, such as undergraduates, MBAs and executive groups. The course contains short lectures interspersed with brief scenario exercises and discussions and is aimed at academics who currently teach strategic

• Further details on these courses and other executive development programmes are available from cspfs@gsb.strath.ac.uk or www.StrathclydeEDP.com

