#### **'Strategic Management in (a) Crisis?'** Uncertainty, Imprecision & the Incomplete as Axioms in Building Appropriate Theory

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### **Purpose of Research**

#### Research focus:

- How do general crises speak to individual enterprises?
- How does spread of crisis disrupt existing relationships?

#### Three detailed questions:

- How does uncertainty (embodied in incomplete statements or 'enthymemes') irrupt into enterprise planning systems?
- How do enthymemes destabilise extant enterprise planning?
- How do enterprises deal with incompleteness of enthymemes?
- Use STS concepts (unstable heterogeneous networks) to think these questions through.



## **Ubiquity of the Incomplete**

- Proliferating incompleteness key means of generalising crisis:
  - Over 400 incomplete housing estates in Irish Republic.
  - Different levels of incompleteness ('developerabandoned developments', eg).
  - What's missing may be material, property rights or natural – built be heterogeneous engineering.

Gov't plans involve Site Action Plans & Site Resolution
 Plans: resolution an intriguingly complete word.

But completion not the only option for enthymemes like housing estates.



## **Comprehensive Rational Planning**

- Hegemonic strategic planning model (aka. CRP) rational-empiricist in nature.
  - Widespread use of induction, deduction linearity, problem factorisation, hierarchical decomposition.
  - o Organising by institution, hierarchies, functional ism.
  - Separation of strategic planning from other corporate functions & vesting in dedicated teams.
  - Planning in discrete stages with start & end.
  - Reification of all-seeing corporate plan. Non-planned 'off balance-sheet'.
  - Planning horizon linked to asset amortisation artificial separation of (technology, knowledge) asset-bases.



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# **The Unravelling**

#### Three-part process of internalising crisis:

- I. Fragmentation within the enterprise:
  - Enthymemes not readable by completists (planners) but crisis demands they *are* read!
  - Enthymemes find those who can read them (boundary agents -BAs) & galvanise them through an anti-program.
  - Planning war ensues between planners & boundary agents.
- II. Use of special weapons:
  - Both sides use special weapons. Planners use the networks of the Plan: BAs use slack resources & Boundary Objects illicitly.
- *III.* Coping with enthymematic challenge post-demise of CRP.



## **Tactics for Managing Enthymemes**

	Factor	Process Detail
*	Intentionality & provenance	Did enunciator mean to omit parts of syllogism? Did enthymeme represent whole enunciating institution or is there dissent? Did contextual implicatures impede enthymematic communication or cause it?
*	Travel efficacy	Did transporting move enthymeme faithfully? Did transporter & enthymeme interact?
*	Post-enunciation engagement	How clear are rules to open/close clarification mechanisms? How strongly affiliated is the enunciator with the enthymeme ?
*	Enthymeme diagnosis	<ul> <li>Where is the implicature located?</li> <li>Implicated <i>premise</i>.</li> <li>Implicated <i>conclusion</i></li> <li>What is the effect of background theory &amp; common knowledge?</li> <li>Knowledge beyond reasonable doubt .</li> <li>Performative propositions on how key objects should perform.</li> <li>What loading effects can be attributed to expertise?</li> </ul>



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Source: Balogun, J and V. Hope Hailey (2008) Exploring Strategic Change, 3<sup>rd</sup> Edn. Harlow: Pearson Education. BUSM4014 – Worcester Business

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# **Enthymematic Challenges**

- Strategic mgmt theory beginning to address themes like 'managing ambiguity', but continuing emphasis on *certainty acts* make this hard.
- Open processes (abduction; enthymeme heuristics) based on flexible roles & pragmatism provide potentially superior alternative.
- Proper response a strategic concern, since enthymematic uncertainty concerns wholeenterprises in future of permanent crisis.

