Utilising A Design Thinking Approach to Improve Employee Retention

Xiaolei Yang Talent Director, APAC: Sensata Technologies

John Storm Senior Lecturer: The University of Aberdeen, United Kingdom

Abstract

Employee turnover of 30-50% is common within the automobile sector in mainland China. Although performing well against peers, this project utilises the Design Thinking model to engage with core stakeholders associated with Sensata (China), to improve understanding around root issues behind high turnover in the sector, and propose creative solutions that guide operational managers on how to meaningfully 'Care and Connect' with their respective people groups. The project output is a systematic action plan to roll-out a customised coaching leadership approach that aligns every day organisational culture with recently revised value statements.

Company introduction and macro-environment

Sensata Technologies Holding plc (herein referred to as Sensata) is a US headquartered organisation that focuses on sensor-based solutions. With operations in 13 countries and a workforce of 19,000 employees, Sensata targets annual revenues of around \$3.5 billion – 70% of which is generated from the automotive sector (Sensata.com, 2022). Sensata (China) maintains two principal manufacturing sites in Changzhou and Baoying, as well as an Asia head office in Shanghai. Together, these facilities account for 21% of Sensata's revenues (Sensata, 2021, p.11). The strategic importance of China in Sensata's global strategy correlates with the rapid growth in China's car sales, growing from 12 million in 2012 to 28 million in 2017,

References

- Allison, J., (2019) Mission Statements and Vision Statements: Examining the Relationship Toward Performance Outcomes, *Global Journal of Management and Marketing*. Vol 3 (1), pp.1-21. Available at: https://www.igbr.org/wp-content/uploads/articles/GJMM_Vol_3_No_1 _2019-pgs-1-21.pdf.
- Bardi, A., & Schwartz, S., (2003) Values and Behavior: Strength and Structure of Relations, *Personality and Social Psychology Bulletin*. Vol 29 (10), pp.1207-1220.
- Beechler, S., & Woodward, I., (2009) The Global "War for Talent", Journal of International Management. Vol 15(3), pp.273-285. doi.org/10.1016/ j.intman.2009.01.002
- Belete, A., (2018) Turnover Intention Influencing Factors of Employees: An Empirical Work Review, International Journal of Research in Business Studies and Management. Vol 5 (7), pp.23-31. Available from: https://pdfs.semanticscholar.org/c3a2/6253e522d8b3a4cfc15b24c86f841 d4e837c.pdf.
- Bradberry, T., & Greaves, J., (2009) *Emotional Intelligence* 2.0. San Diego, CA. TalentSmart.
- Brenner, W., Uebernickel, F., & Abrell, T., (2016) Design Thinking as Mindset, Process and Toolbox. In: Brenner W., & Uebernickel, F., (Eds) *Design Thinking for Innovation*. Springer, Cham. Available at: https://doi.org/10.1007/978-3-319-26100-3_1.
- CHYXX.com., (2021) 2020 年中国汽车销量连续十二年全球第一(附乘用车、 商用车、新能源汽车产销量,汽车区域产销量,以及市场集中度. Available from: https://www.chyxx.com/industry/202103/935251.html

- Christian, A., (2021) 'Great Flirtation': Should Workers Constantly Job Hunt?" https://www.bbc.com/worklife/article/20211022-is-hr-ever-really-yourfriend.
- Gallup., (2016) How Millennials Want to Work and Live. Gallup Inc. p.3.
- Gallup., (2019) Millennials Workplace Management Report. Gallup Inc. p.1.
- Goldsmith, M., (2007) *What Got You Here Won't Get You There*. Hachette: New York, pp.55-57.
- Hagos, A., (2021) The Impact of Covid-19 on Employees' Wellbeing and the Role of Human Resource Management. Available from: https://www. researchgate.net/profile/Aron-Hagos/publication/350087940_The_ Impact_of_Covid-19_on_Employees_Wellbeing_and_the_Role_of_ Human_Resource_Management/links/6050210d299bf17367465315/The-Impact-of-Covid-19-on-Employees-Wellbeing-and-the-Role-of-Human-Resource-Management.pdf
- Hersey, P., & Blanchard, K., (1997) *Situational Leadership*. **In:** Dean's Forum. Vol 12 (2), p.5.
- Isern, J., & Pung, C., (2007) Driving Radical Change. *McKinsey Quarterly*, Vol 4 (24).
- Javaid, M., Haleem, A., Rab, S., Singh, R., & Suman, R., (2021) Sensors for Daily Life: A Review. Sensors International. Vol 2. doi.org/ 10.1016/j.sintl.2021.100121
- Kohlrieser, G., (2007) The Power of Authentic Dialogue, *Annals of Spiry Haret University: Sociology and Psychology Series*. 2, pp.125-130.
- KPMG., (2021) China's Automotive Industry Intensifies Electrification. Available from: https://home.kpmg/cn/en/home/news-media/pressreleases/2021/01/2020-china-leading-autotech-50.html

- Kruse, K., (2012) Why Employee Engagement? These 28 Studies Prove the Benefits. Available at: https://www.forbes.com/sites/kevinkruse/2012/ 09/04/why-employee-engagement/
- Kurbetti, S., & Maheshkar, S., (2021) A Study of Hr Issues and Challenges of Global Auto Component Industries, *Vidyabharati International Interdisciplinary Research Journal*. Vol 12(1), pp.416-419.
- LaCore, E. (2015) Supporting millennials in the workplace. Strategic HR Review.
- McKinsey & Company., (2015) *The Science of Organizational Transformations*. pp.59-71. Available from: https://www.mckinsey.com/businessfunctions/people-andorganizational-performance/our-insights/thescience-of-organizational-transformations
- Mercer., (2020) 2020 Mercer China Talent Attraction and Retention Practice Survey Summary Report. Mercer China.
- Ministry of Public Security., (2020) *National Car Parc* 2020. Sourced from the National Bureau of Statistics. Available from: https://www.mps.gov.cn/n7944517/n7944597/n7945888/c7478950/content.html
- Patton, M., (1990) Qualitative Evaluation and Research Methods. In: Designing Qualitative Studies, pp.169-186. Beverly Hills, CA: Sage.
- Sensata., (2021) Annual Report for the Year Ended December 31, 2020. Available from: https://s22.q4cdn.com/327799861/files/doc_financials/ 2020/2020-IFRS-Annual-Report-final.pdf Page.26
- Sensata.com., (2021) *About Us.* Available from: https://www.sensata .com/about
- Storm, J., (2021a) A Design Thinking Workshop to Kickstart Sustainability Initiatives: For Entrepreneurs and SME Leaders. In: EdMedia+ Innovate Learning. Online. Proceedings pp.407-412.

- Storm, J., (2021b) Developing A Design Thinking Mind-set to Stimulate Sustainable Development in Chinese SMEs. In: Proceedings of the IIBG Academic-Industry Exchange 2021 Conference on Business as Usual: How do we Turn the New Normal into Normal. Hong Kong. Proceedings pp.43-67.
- Ting-Fang, C., & Li, L., (2021) How the Chip Shortage Got So Bad and Why It's So Hard to Fix: Surging Demand and Political Tension Play Havoc with Global Supply Chains. Nikkei Asia. Available from: https://asia.nikkei .com/Business/Business-Spotlight/How-the-chip-shortage-got-so-badand-why-it-s-so-hard-to-fix
- Zhiyan Consulting., (2021) 2021-2027 年中国汽车行业竞争格局分析及投资 前景规划报告. 智研咨询.