Centralization and Decentralization

**Centralization** is said to be a process where the concentration of decision making is in a few hands. It is the organisational structure where a small handfull of individuals make the most of the decision in a company. For example, a small family dinner owned by a two brothers.

**Decentralization** is a systematic delegation of authority at all [levels of management](https://www.managementstudyguide.com/management_levels.htm) and in all of the organization. For example Hotels, supermarkets etc are decentralized because it is not possible for one person to focus on more than 100 branches which have branches throughout the world.

## Differences between Centralized organisation and Decentralized organisation:-

In centralized organizations, strategic planning, goal setting, budgeting, and talent deployment are typically conducted by a single, senior leader or leadership team. In contrast, in decentralized organizations, formal decision-making power is distributed across multiple individuals or teams.

NFTs and Bitcoin are decentralized which we are going to learn about in the future.