# **Customer Experience Transformation – Global Logistics Company**

#### **Client Situation**

#### Context

- Client is an international logistics company with approximately 4000 employees in over 90 countries worldwide.
- Company have a long history of offering customers ocean freight, air freight, and land based services such as trucking, customs clearance and document management.

## **Objectives**

- McKinsey is supporting the client in a large-scale Customer Experience transformation program that will be rolled-out across the entire company.
- Pilot phase conducted at 2 of client's central operations offices.
- The aim is to set-up the program, built up an internal navigator group and to significantly improve productivity and customer experience.

### What we did

## **Key activities**

Team diagnosed the current organization by examining it through five lenses, then design strategy and initiatives for implementation.

- Voice of the customers: Conducted surveys to understand customers' needs and expectations; to learn about the client's customer satisfaction level
- Process efficiency: Re-design end to end value streams to ensures smooth process and deliverables for key touch points
- Performance management: Put in place systematic tracking mechanism (monthly, weekly and daily reporting, dashboards, New KPI systems) to monitor performance at individual and team level
- Organization and Skills: Diagnosed key skills present in each team, span of control and meeting cascades
- Mindsets and behavior: Team appointed and trained client navigators, who in turn became their department champion to roll out program.

# **Impact**

- Productivity up 30% after implementation. It was further increased to 45% after 6 months
- Happier Customers: Customer satisfaction increased overall due to 2 reasons
  - Reduction in number of iterations in documentation e.g, invoice accuracy increased from 92% to 99.6%
- Customers felt that client was not being proactive in anticipating problems & resolved it before it became as issue
- More satisfied employees:
  - The employee satisfaction level increased significantly due to
    - Increased coaching from managers
    - Involvement in problem solving as opposed to performing routine operations
  - Percentage of over time was reduced from 20% to 10% due to higher efficiency and less customer complains.