## Global home and personal care company redesigned its Operating Model

**Client context** 

**Approach** 

**Impact** 

## Client description

- Global home and personal care company
- Company facing stagnating revenues with inefficient organizational structure leading to high SG&A cost
- Brand and category development mainly driven by regions

## **Objective**

- Improve speed and effectiveness of decision making
- More effectively leverage economies of scale and scope
- Reduce the number of layers and increase accountabilities
- Increase cost effectiveness

- Redesigned Operating Model with clearly defined roles for global, regional, and market teams to avoid double work and inefficiencies
- Created new governance model to ensure faster and more consistent decision making
- Defined target staffing, grading, and spans of control per organizational unit
- Designed country clusters to realize cross-market synergies in smaller countries
- Limited organization primarily to **2 management** layers
- Created global marketing organization to steer global brands

- Aligned top team around objectives, key design principles, and higher degree of transparency
- Faster decision making with fewer people involved
- Increased leverage of economies of scale across functions
- Reduced redundancies, more appropriate spans of control
- Identified potential for 15 - 20% SG&A cost reduction

Client name: X Team set-up: X Fees Structure: X What was unique: X

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