Introduction - Leadership Competencies

The leadership framework is closely linked to the Centrica values - trust, pride, challenge, support and passion for customers. The behavioural indicators for each competency provide examples of how the core competencies are actually displayed in the things we do and say. They help us to focus on how we do things, as well as what we do. The leadership competencies empower employees to manage their own careers and provides a tool for proactive development and planning.

The competency levels A,B,C and D describe at what level the individual should be operating within that competency - A is the highest and D is the lowest. An individual should consider his/her actual level of competency against the competency profile for their role in order to identify their development needs.

There are five leadership competencies:

- Creates a compelling future
- Inspires others to achieve
- Learns and shares knowledge
- Demonstrates a passion for customers
- Delivers great performance

Creates a Compelling Future

- Positively influences the external environment
- Understands Centrica markets and customers
- Knows Centrica capabilities, competitors and how to compete
- Challenges constructively assumptions to move Centrica forward
- Develops positive approaches to emerging issues
- Conveys with clarity goals and objectives

- Uses values to guide decisions
- Helps others understand their role and value in the organisation's future
- Focuses resources on critical activities and priorities
- Creates vision and clarity of purpose for all
- Understands the use of technology in creating future value

Creates a Compelling Future

Under Performing	D	С	В	A
Does not understand the company's markets	Generates enthusiasm about the vision	 Understands Centrica customers and markets 	Determines in which markets to compete	Determines which businesses should be part
Fails to contribute to strategic discussions	 Understands the future direction 	Is clear on future direction, and helps others	 Defines what the business unit must do 	of the portfolio Understands how to
 Insufficient commercial awareness 	 Sets well defined and appropriate objectives 	understand their role Responds positively to	Creates robust business cases for investment	influence the external and regulatory environment
Fails to identify	 Keeps the business context 	changing business issues	 Plans resource requirements 	Sets the strategic agenda
emerging issues • Fails to set objectives	in mind when dealing with day to day issues	Absorbs changes without being blown off course	Can predict likely changes in business issues/drivers	 Initiates discussion of changing business priorities
Uses inappropriate performance metrics	Understands the business performance indicators and	 Understands how to 'Manage for Value' 	Develops balanced and aligned performance metrics	 Creates business cases for acquisition and investment
Fails to prioritise resource	how they are impacted	Demonstrates keen	Uses Managing for Value to	 Leads major negotiations
allocation	 Collects market data from commercial contacts 	commercial awareness	assess business plans	Paints compelling pictures for others of Contributes
 Does not apply values to decision making, or makes 	 Uses consistent & aligned performance metrics 	 Sets clear objectives using consistent performance metrics 	 Conveys with passion the future direction of Centrica 	for others of Centrica's future shape
decision that run counter to values	Appreciates the contribution of business technology	 Allocates resources and priorities appropriately 	Creates a role for others in future direction	 Understands ambiguity and shows the way through complex and
 Does not help others understand future direction 	- Of Edsirioss teermology	 Places values at the heart of 	Strives for the innovative	changing situations
 Views technologies primarily 		decision making	application of business technology	
as a cost to be managed		 Understands the enabling role of business technology 		

Inspires Others to Achieve

- Engages hearts and minds and is passionate about people
- Trusts others to deliver results
- Demonstrates honesty, integrity. Keeps promises
- Supports others to maximise their potential
- Demonstrates clear commitment to a decision and Centrica
- Respects the human needs of others
- Knows how to 'Live the Values'

- Avoids actions that bring personal benefit at the expense of others
- Admits mistakes freely to learn and move on
- Builds great leaders and winning teams
- Composed under pressure
- Embraces giving and receiving feedback

Inspires Others to Achieve

Under Performing	D	С	В	Α
Personal impact often causes disengagement and demotivation of others	Helps colleagues to perform to their bestExpresses suggestions in a	Seeks ideas and opinions and involves others in problem solving	 Demonstrates high standards in personal performance Seeks opportunities to 	 By words and actions is able to create, manage and inspire change across the organisation
 Words and actions have unproductive impact Does not take a stand in supporting a decision 	 clear and enthusiastic manner Identifies and resolves problems, gaining agreement to achieve common goals 	 Finds ways to motivate others to a course of action Involves others in decisions that affect them 	 Provides high levels of personal energy in overcoming problems 	Builds networks of support across the organisation to achieve change
Avoids feedback discussions	 Knows how to access information and knowledge within the business 	 Encourages discussion and debate 	Is trusted by others to be acting in the interest of the team/business	 Is passionate and enthusiastic in conveying a sense of what is possible
Covers up mistakesCompromises the Centrica values for personal benefit	 Engages and motivates others Sets clear and effective	 Builds a high performance climate by effectively developing and coaching others 	 Takes responsibility for developing relationships across Centrica 	 Creates momentum for new ways of working Is viewed as a role model
Fails to seek or identify development opportunities for others	Encourages others to take ownership of their own	Seeks opportunities for others to learn and develop	Seeks opportunities to create new teams	for Centrica valuesCoaching is a natural way of working to maximise
Develops plans in isolation from othersFails to understand personal	developmentIs consistent in words and actions	 Gives and seeks honest feedback Understands the implications of decicions 	Develops feedback processes within workgroups/teams	 the potential of others Constantly strives to balance business needs
role in change	 Conveys personal commitment to decisions Defines relevant actions 	implications of decisionsBuilds teams ensuring required skills are in place	A great coach who creates a supportive and challenging environment Creates plans to make skills.	 with needs of people Provides clarity of purpose for business unit so others
	whilst acknowledges own role in change Builds coherent plans Lives the values	 Seeks opportunities to recognise the contribution of others 	 Creates plans to move skills /capability forward Understands how to drive change and create personal connection for those involved 	can follow

Learns and Shares Knowledge

- Makes time to reflect on and improve performance
- Views failure as something to learn from
- Reinforces the need to apply lessons from elsewhere in the organisation
- Creates and supports networks

- Asks for help and responds to requests from others
- Champions the use of collaboration and informationsharing tools
- Links benchmarking with learning and continuous improvement
- Learns before, during and after key activities

Learns and Shares knowledge

Under Performing	D	С	В	A
 Covers up mistakes and does not reflect upon them Fails to identify and apply 	Acknowledges mistakes without attributing blame Identifies and applies	 Creates a climate where mistakes are openly acknowledged by others 	 Draws lessons from any mistakes and builds the learning into future plans Always challenges projects and investment cases 	 Captures opportunities for improvement and actively seeks out others with whom to share lessons learned Creates an environment
the lessons from relevant past projects	lessons from relevant past projects	 Requests early input and advice from people with 		
 Is inward-looking and limits the interactions of the team 	 Understands the potential contribution of networks 	experience from relevant past projects	to demonstrate the application of learning from past experience	where learning from others is an expected behaviour
 Views benchmarking as a threat 	and participates actively	 Participates openly in benchmarking activity 	Actively encourages team	 and a high priority Drives for common language and common benchmarking measures across key processes
Uses technology only as a personal productivity tool	 Applies benchmarking approaches to identify improvement opportunities Understands how to apply the range of collaboration tools available to store and share key documents Draws personal insight from own performance Participates in post project reviews 	Opens up personal networks to others, creating new connections and	members to contribute to, and extract value from internal and external	
 Reacts and responds to events without learning 		relationships Regularly applies Essential	networks Challenges team to seek out best-in-group performance and learn from it Proactively builds partnerships across Centrica, connecting individuals around business challenges and key projects	Actively breaks down "not invented here" culture
 Fails to review and learn from project activity 		and other collaboration tools to team processes		 Initiates, sponsors and sustains new networks where high-value gaps exist in the organisation
nom project activity		Makes time to reflect and improve personally		
		Ensures that post-project analysis and learning reviews are carried out rigorously		Champions collaboration tools to pioneer more effective and innovative
			 Exploits technology to collaborate beyond team boundaries 	ways of working and communicating
			 Builds learning reviews into team meetings and activities as a matter of course 	 Acts as a role model and challenges others to take time to reflect, think and learn

Demonstrates a Passion for Customers

- Puts the customer at the heart of analysis and decision making
- Understands their role in creating customer value
- Uses customer value segments
- Develops/Enhances products and services that differentiate Centrica
- Seeks opportunities to go beyond the 'norm'

- Gathers and uses customer insight
- Ensures their teams know how their work affects the customer
- Regularly interacts with customers
- Challenges unnecessary barriers to delivering the customer experience
- Aligns brand values and behaviours to deliver exceptional customer experiences

Demonstrates a Passion for Customers

Under Performing	D	С	В	А
Does not seek to understand the needs and motivations of customers Makes decisions based	 Makes decisions using customer insight Looks for ways of improving customer service 	 Understands what must be delivered to achieve customer commitment & loyalty 	Seeks opportunities to enhance the customer experience Uses data to create	 Provides insight into the short and long term implications to the customer of strategic decisions
solely on internal criteria Is not aware of Centrica value proposition, products	Takes ownership of complaint resolution	 Knows and uses customer segmentation in planning and decision making 	customer insight and enhance the service proposition	Develops benchmarks for delivery of the customer experience that
and services Fails to seek and use	 Understands customer segmentation 	Helps their team understand their role in customer	 Establishes industry leading levels of customer service 	become benchmarks for other industries
customer feedback Cannot describe how the	 Gathers appropriate customer data 	value creationGathers and uses customer	Has the commercial awareness to know the	 Leads teams across the organisation to enhance customer and Centrica
outputs of their team impact the customer	 Understands the Centrica values proposition 	data to inform decision making and planning	costs of service delivery and how to manage for value	value creation • Develops new
Fails to take responsibility for customer complaints	 Understands team role in delivering customer value 	 Motivates others to achieve positive customer experiences 	 Innovates the service/ product proposition 	product/service propositions to lead the industry
Cannot describe customer value segments	 Articulates the role of products and services in the Centrica values proposition 	Ensures solutions match customer needs	 Seeks and encourages others to delight the customer and deliver loyalty 	 Acts as the customers advocate at all levels within Centrica
	 Identifies solutions from his/her understanding of customer needs 	Takes personal responsibility for customer needs		

Delivers Great Performance

- Gives appropriate priority to customer, employee, operational and financial metrics
- Focuses on critical success factors in delivering strategy and business results
- Takes Pride in achieving results and celebrating success
- Manages for value

- Challenges others to get things right
- Maintains a constant focus on all aspects of performance
- Applies Change Management techniques for sustained business and behavioural change
- Deals with performance issues quickly and openly
- Applies the same performance standards to all direct reports

Delivers Great Performance

Under Performing	D	С	В	Α	
Fails to achieve expected results	 Delivers required performance consistently Focuses on priority tasks Keeps sight of long-term objectives in daily work Sets appropriate and consistent performance standards Is consistent in addressing performance issues within teams 	Achieves expected levels of business performance, or predicts early any potential failure and develops contingencies to address	Delivers consistently high levels of performance that are industry leading Identifies trends in performance data, and	 Sets standards for industry performance Tolerates high levels of complexity and ambiguity in analysis and decision making 	
 Does not anticipate problems or build contingency 					
 Judges poorly cost, time and resource requirements 		Sets appropriate and metrics and balances		develops strategies to enhance business results	Maintains constant focus on current performance and
 Fails to gather relevant data on business performance to 		 Prioritises activity based 	 Finds acceptable balance in performance metrics 	future goals regardless of circumstances	
inform decision makingDoes not appreciate cause-		performance issues requirements	 Uses strong analytical skills to solve multi dimensional 	Creates innovative business strategy and models to	
effect relationships Does not address	 Monitors progress against 	 Uses the principles of Managing for Value 	problemsContinuously finds new	achieve results	
performance issues within teams	agreed plansDevelops contingencies once potential problems	 Sets and agrees stretch performance objectives with appropriate review 	ways of improving efficiency - reducing cost/enhancing outcome	 Demonstrates strong commitment to critique of own performance 	
 Fails to set performance standards 	have been identifiedBalances cost, time and	mechanisms • Addresses performance	 Regularly reviews performance achieved against objectives and takes appropriate actions on any 	 Reviews and adapts individual/team/unit objectives/ targets according to changing 	
 Fails to acknowledge the people implications 	resource requirements Gathers complete data on	issues with others openly and constructively			
of change	performance and then formulates decisions/ actions	 Demonstrates high levels of commercial acumen 	shortfalls • Creates new tactics for	needs, achieves full agreement and actions	
	 Identifies full cause-effect relationships 	Shows resilience in dealing with setbacks	driving valueEnsures sponsorship,	to meet them Defines new performance	
	Seeks others' ideas in tackling problems	 Engages relevant stakeholders in change and manages key change risk 	resources and communication for change	metrics for Centrica	
	Takes action to solve problems in a timely manner			 Intelligently applies change management techniques to drive sustainable change 	
	 Manages the people implications of change 				