### Shared Value: A New Global Agenda

Professor Michael E. Porter Harvard Business School

Shared Value Leadership Summit New York, NY May 10<sup>th</sup>, 2016

This presentation draws on ideas from Professor Porter's books and articles, in particular, Competitive Strategy (*The Free Press*, 1980); Competitive Advantage (*The Free Press*, 1985); "What is Strategy?" (*Harvard Business Review*, Nov/Dec 1996); On Competition (*Harvard Business Review*, 2008); and "Creating Shared Value" (*Harvard Business Review*, Jan 2011). No part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means—electronic, mechanical, photocopying, recording, or otherwise—without the permission of Michael E. Porter. For further materials, see the website of the Institute for Strategy and Competitiveness, <a href="https://www.isc.hbs.edu">www.isc.hbs.edu</a>, and FSG website, <a href="https://www.fsg.org">www.fsg.org</a>.

## The Role of Business in Society

#### **Evolving Approaches**

#### **Philanthropy**



Corporate Social Responsibility (CSR)



# Creating Shared Value (CSV)

- Donations to worthy social causes
- Volunteering

- Compliance with community standards
- Good corporate citizenship
- "Sustainability" initiatives



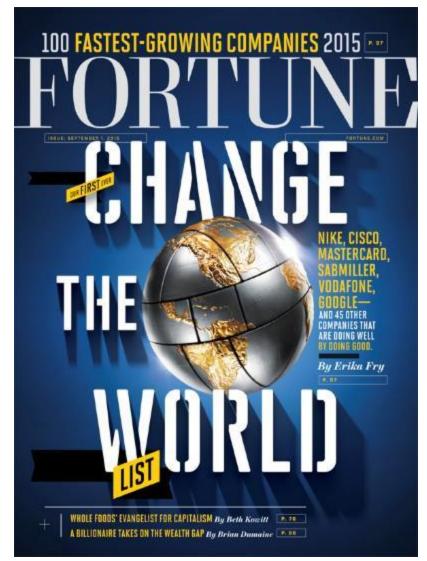
- Mitigating risk and harm
- Improving trust and reputation

- Addressing societal needs and challenges through the business itself, with a business model
  - Making a profit

#### Shared Value Has Gone Mainstream

2011 2015





#### Shared Value Momentum: By the Numbers

800+ documented case examples on sharedvalue.org

200+ shared value conferences and workshops since 2011

15K+ scholarly citations for "shared value"

1.35M+ views of Michael Porter's 2013 TED Talk

Prominent media features: NY Times, Fortune, Fast Company and Huffington Post

Senior executive program on shared value (since 2014) and Harvard MBA course this fall

470+ academic institutions worldwide teaching our shared value cases developed at HBS

# Transforming Competition and Strategy









Good Food, Good Life





# Social Impact at Scale (U.S)



- A corporate coalition to engage at least 100,000 "Opportunity Youth" age 16-24 who face systemic barriers to jobs and education by 2018
- Hire, retain and advance these youth while simultaneously meeting partner companies' talent acquisition and retention needs

# **Corporate Coalition**

Disseminate effective practices around recruitment, retention and advancement

# **Demonstration Cities**

Build connections between employers and local workforce systems

# Recruiting Events

Connect employers with talent and disseminate the message about youth potential

## Participating Employers















































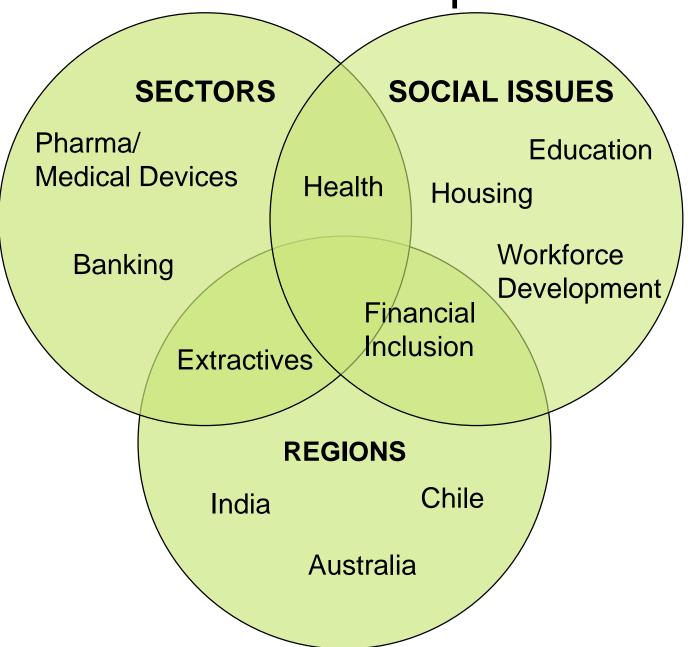








Collective Impact



#### **Cross-Institutional Collaboration**

