Cross Cultural Leadership – 15.996 Lecture Notes

<u>Class Three – Social Dimensions</u>

- Assertiveness
- Gender Differentiation
- Uncertainty Avoidance
- Power Distance
- Cross-cultural dialogue

Read:

- Javidan, Mansour and House, Robert J. "Cultural Acumen for the Global Manager: Lessons from Project GLOBE." <u>Organizational Dynamics</u>, Vol. 29, No. 4, pages 289-304, Spring 2001.
- House, Robert J.; Hanges, Paul J.; Javidan, Mansour; Dorfman, Peter W. and Gupta, Vipin. <u>Culture, Leadership, and Organizations: The GLOBE Study of 62 Societies.</u> Thousand Oaks, California, 2004, pages: 410, 411; 365, 366; 622, 623; 539, 540; 250, 251; 573, 574.
- Schneider, Susan and Barsoux, Jean-Louis. <u>Managing Across Cultures</u> (2nd edition). Essex, England: Pearson Education Limited, 2003, pages 87-95.

Agenda

- Welcome.
- Context for this week's theory
- Assertiveness
- Gender Differentiation
- Uncertainty Avoidance
- Power Distance
- Cross-Cultural Dialogue
- Next Week's Assignment

Context for this week's theory

Reminder -- Late 1960s - Geert Hofstede

Founded and managed personnel research dept of IBM Europe.

Surveyed 116,000 IBM employees in 40 countries on preferences around management style and work environment

- 4 dimensions where differences by country were significant
 - o power distance
 - o uncertainty avoidance
 - o individualism/collectivism
 - o masculinity/femininity
 - \circ 5th = long term view (Asia)

GLOBE takes "masculine/feminine" and creates 2 categories

- o assertiveness
- o gender differentiation

Additional studies did not always get the same results. Dimensions still useful – even though results variable. (World is different – not just IBM being studied)

Process:

Same as last week. Dimensions posted on board. Teams explain where their regions fit along the dimension and tell stories.

Content:

Assertiveness and Gender Differentiation

(Schneider & Barsoux) High masculine

- 1. Task not relationships
- 2. Motivation by money and things, not quality of life
- 3. Leadership ensure bottom line profits and set targets
- 4. "Feminine" leader would safe-guard employee well-being and demonstrate concern for social responsibility

(GLOBE) – Gender Differentiation = society maximizes gender role differentiation. Who gets status and decision-making power

(GLOBE) Assertive = society encourages people to be tough, confrontational, assertive and competitive (not modest and tender). Can-do vs. cooperation and harmony.

Uncertainty avoidance deals with a society's tolerance for uncertainty and ambiguity.

(Schneider & Barsoux) High uncertainty avoidance

- 1. More formalization, more written rules and regs
- 2. Risk avoidance

- 3. Motivated by stability and security
- 4. Leaders plan, organize, coordinate, control

(GLOBE) society seeks orderliness, consistency, structure

NOTE – Be explicit about difference between discomfort in unstructured situations (are there traffic rules for crossing the street) and "risk avoidance"

<u>Power distance</u>, the extent to which the less powerful members of organizations and institutions (like the family) accept and expect that power is distributed unequally.

(Schneider and Barsoux) High power distance

- 1. More hierarchy
- 2. More supervision (narrow span of control)
- 3. More centralized decision-making
- 4. Motivated by status and power
- 5. Leaders revered or obeyed as authorities

(GLOBE) – expectation that power is shared Unequally.

Correlation across two dimensions:

Hofstede found that there was a correlation between power distance and uncertainty avoidance that provided insight into the kinds of organization that tend to be successful in those environments.

See chart, p. 93 in:

Schneider, Susan, and Jean-Louis Barsoux. *Managing Across Cultures*. 2nd ed. Essex, England: Pearson Education Limited, 2003, pp. 87-95.

Cross Cultural Dialogue

Each lead team does a presentation. Five minutes plus Q&A is fine. I look for themes and variations. Then I lead a discussion – looking for similarities across cultures as well as differences. And always – stories, stories, stories.

If there is not enough time for discussion, I will hold that over for the next week.