Long Term Policies: Governing Social-Ecological Change, Berlin, 22-23 February 2008

Building the sustainable firm

A framework for corporate transformation towards sustainability





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Overview

- 1. Sustainable Development
- 2. Sustainability and the firm
- 3. Innovation and sustainability
- 4. Transformation path for the sustainable firm
- 5. Possible applications





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implementation

of

sustainability

Sustainable development

»sustaining«

natural environment

- planet earth, biodiversity, eco-systems (ecocentric)
- life-maintaining function (anthropocentric)

social environment

- cultures
- identities
- places (»locales«)

»developing«

human beings

- life, health, security - education, participation, justice

economy

- wealth, distribution - production
- consumption, lifestyles

society

- institutions - social capital
- places (»locales«)

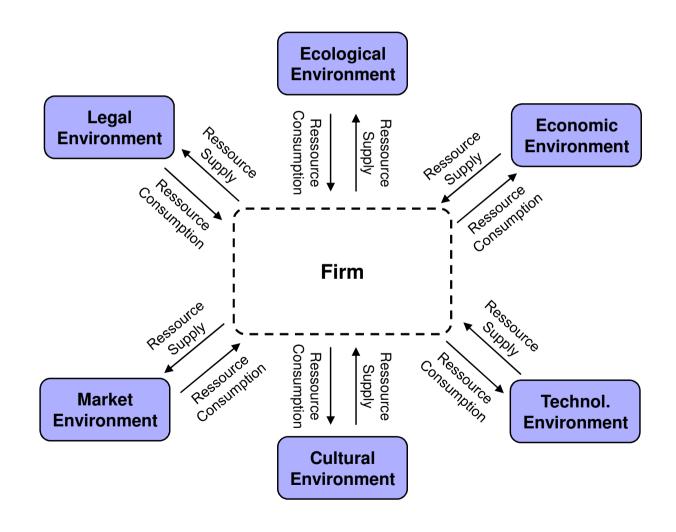
following Nat.Res.Council (1999)





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Sustainability and the firm



Müller-Christ (2001)





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Innovation and sustainabilty

Adding »new things« instead of substituting existing solutions with sustainable solutions.

»Technological-ecological salvation« without accompanying behavioural and institutional innovations.

In order to reach a solution a wider view of innovation has to be applied that comprises **t**echnical, **b**ehavioural and **i**nstitutional/organisational/structural innovations.

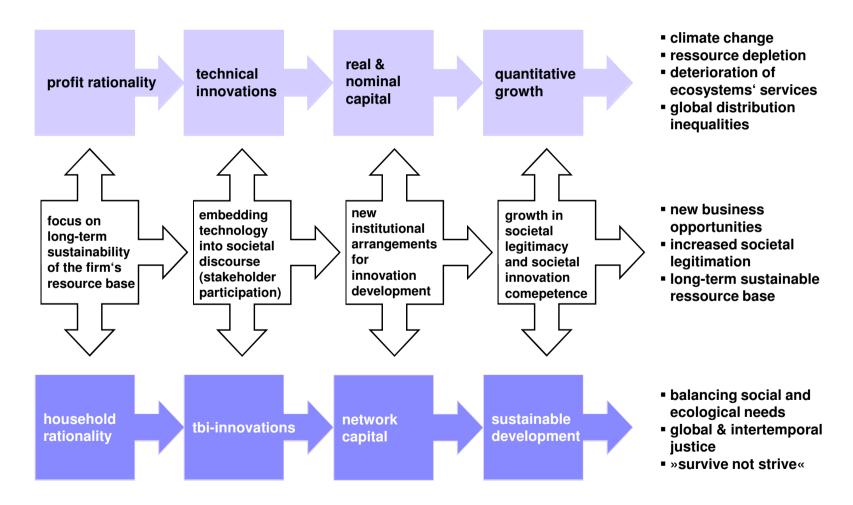
Innovation is more of a complex social process, combining the efforts of many innovators (innovative social networks). Therefore innovation, traditionally viewed only as technical innovation, is inseparably tied to social and structural changes.





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Transformation path for the sustainable firm

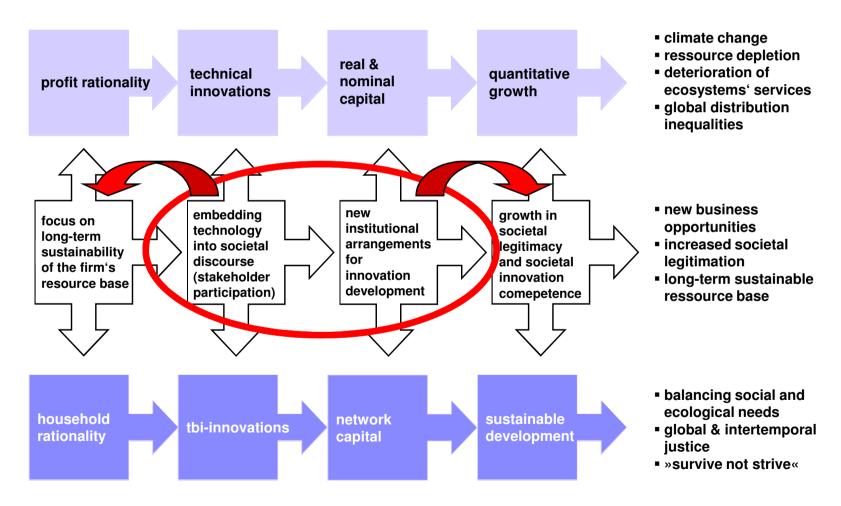






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Transformation path for the sustainable firm







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Possible Applications

1. Focus on product development

R&D activities are located at the interfaces of customers, societal stakeholders, production management and interfirm supply chain management

Rely on already existing concepts (DfE, LCA, CRM, SCM, and the likes.)

2. Stakeholder management and dialogue play a central role in innnovation management for sustainability.

Building new innovation networks ("institutional arrangements")

Creating societal competitive advantage (social & network capital)





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Possible Applications

To facilitate sustainable change in paradigms and outcomes through concentrating on already known tools, measures and processes and their application in existing contexts.

In other words: to change the game from within.



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Thank you for your time and attention!

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