## ISO 56002 – Innovation Management – Clause 6

Clause 6.3 – Organizational Structures
Clause 6.4 – Innovation Portfolios





We're looking at 2 more clauses in this lesson

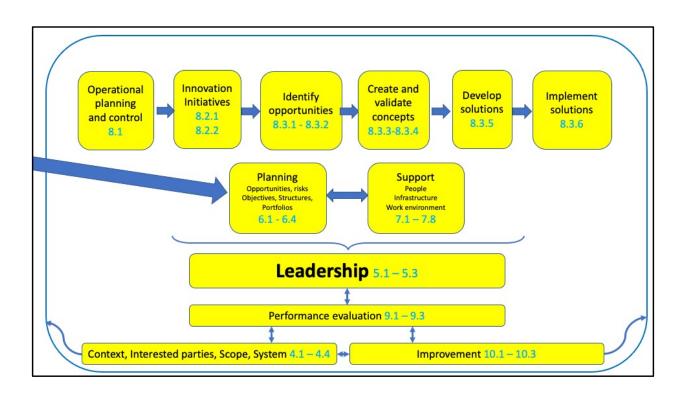
Clause 6.3 – Organizational Structures

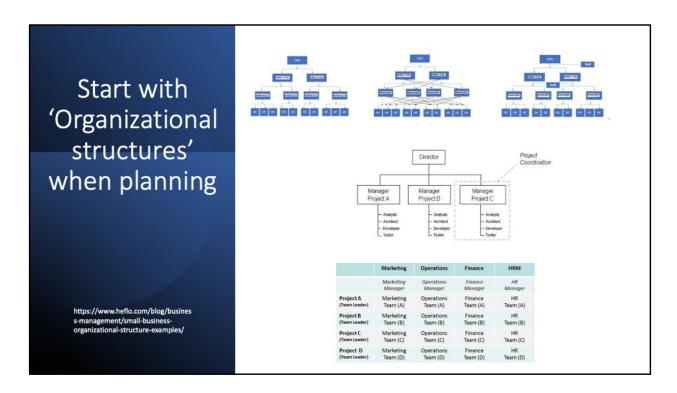
Clause 6.4 – Innovation Portfolios

## **6.3 Organizational structures**

Top management should:

- a) ensure that relevant and adaptable organizational structures are in place to achieve the intended outcomes of the innovation management system;
- b) consider how creativity and exploration on the one hand and deployment and efficiency on the other hand, can co-exist or be integrated within the organization;
- c) consider establishing dedicated organizational structures appropriate to the size of the organization, when any of the following applies:
- 1) innovations are expected to be disruptive or radical, with respect to, or competing with, existing offerings;
- 2) different leadership styles, incentives, indicators, or cultures are needed;
- 3) specific support, including resources, needs to be exclusively available for innovation activities;
- 4) specific operations, including processes, that need to be adapted to a higher degree of uncertainty and variation compared to established processes.





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Manage the risks associated with innovation

Chaos

Leadership

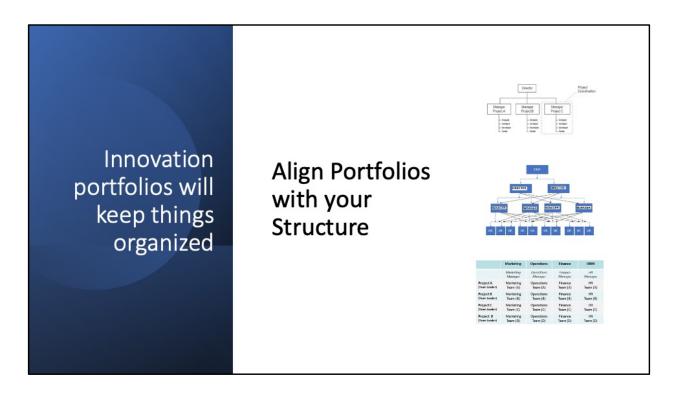
Resources

**Processes** 

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Better
management =
Better outcomes
and more
innovations





## 6.4 Innovation portfolios

The organization should establish, manage, regularly evaluate, and prioritize the portfolio, or several portfolios, if appropriate, of innovation initiatives and ensure:

- a) alignment of the innovation portfolio with, and contribution to, the innovation strategy and objectives;
- b) consistency between initiatives within, as well as outside of, the innovation portfolios;



- c) realization of synergies, including possibilities for re-use and optimization regarding, e.g. resources, technologies, platforms, and processes;
- f) improvement and adjustment of innovation portfolios, strategy, and objectives



- d) appropriate balance of risk versus return, degrees of novelty, types of innovations, as well as different horizons in terms of time and scope;
- e) communication of the overall progress and achievements to top management and relevant interested parties;

This can lead to opportunities that you might miss otherwise

When managing the innovation portfolios, the organization can consider a combination of innovation initiatives related to the optimization or adjacent extension of current offerings as well as new solutions for new users, customers and other interested parties, e.g. new markets.

Three takeaways from 'Org Structures' and 'Portfolios'

- Your organizational structure will determine how well you 1. identify and 2. implement
- 2. Risk management is relative
- 3. Portfolios help organize resources and keep innovation projects on track

