

EMERALD POINTS

THE ARK OF SHARED VALUE

Using Shared Value Creation to Increase Corporate Social Responsibility Investments

CESAR SAENZ



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BY

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Dedicated to

- my children who always fight to achieve their dreams;
- my wife who always supported me in my dreams;
- my parents who tried hard to educate me;
- my sisters who encouraged me to continue.



CONTENT

Pre	erace	IX
1	The Ark of Shared Value	1
	Elements of the ASV	3
	Project and Components of Value Proposition	3
	The Company and Partners	4
	Beneficiaries	6
	Shared Activities	7
	Shared Resources	8
	Means of Communications with Customers and Partners	9
	Strategies with Customers and Partners (To Get, Maintain, and Increase)	10
	Strategy with Customers	11
	Strategy with Partners	12
	Benefits and Costs	13
2	Creating Shared Value	15
	The Three Levels of Creating Shared Value	18
3	Reconceiving Needs, Products, and Customers	21
	Cemex Case: Programa Patrimonio Hoy	23
	Grameen Bank Case	24
	Toyota Case: Recycling and Sale of Repaired Products at the Dealer	28
	Agente Cash Case	30
	Enel Case	32
	Patagonia Case: Worn Wear Initiative	35
	Novartis Case: Access Program	39
	Business Cases to Practice	40
	San Miguel Industries Case: Improving My Bodega	40
	Vodafone Case: M-PESA	44

viii Contents

	Unilever Case: Empowerment and Income for Women	45
	Pesquera Diamante Case: Tambos Pesqueros	48
	UNACEM Case: Progresol	50
4	Redefining Productivity in the Value Chain	55
	Nu Bank Case: Human Rights, Ethics, and Integrity	57
	GE Case: Product Safety and Quality	60
	Antamina Case: Labor Harassment Procedure	61
	Business Cases to Practice	63
	Nvidia Case Study: Cybersecurity and Data Privacy	63
	Unilever Case Study: Waste-free World	65
5	Enabling Local Cluster Development	67
	Cerro Verde Mining Case	69
	Cisco Case: Networking Academy	73
	Nestlé Case: The Nescafé Plan 2030	74
	Coffee: A Catalyst for Change	76
	Harder in Practice	76
	Toyota Case: Establish a Recycling-based Society and Systems	76
	Why Is it Needed?	78
	What Is Toyota Already Doing About This Challenge?	78
	Owens Illinois Case: Supply Chain	79
	HP Case: HP Drives Equitable Access to Capital for Diverse	
	Suppliers	82
	Samsung Electronics Case: Samsung's EYELIKE Fundus Camera	83
	Business Case to Practice	85
	Amazon Case: AWS Academy	85
	IKEA Case: Better Cotton Initiative	88
	Coca Cola Case: 5by20	90
	Pepsico Case: Agriculture	91
	Walmart Case: Serving Communities	93
	Kimberly–Clark Case: Forest Management	94
AŁ	About the Author	
Re	References	

PRFFACE

One of the new paradigms of entrepreneurship is the creation of shared value, an idea generated by Michael Porter and Karl Kramer, who postulated the principles to create shared value, that is, to generate profits for companies and to face a social problem. This idea is not new, but it keeps entrepreneurs thinking about creating new ideas, products, services, and business models to achieve these two objectives: making money and helping to solve a social problem.

In this sense, the book presents the Ark of shared value, a model that helps to design shared value business projects. This tool allows companies to think about new products and design the business model to create shared value. The Ark has eight main elements, ranging from the project and components, the company and partners, the beneficiaries, the shared activities, the shared resources, the means of communication, the strategies to acquire, maintain, and increase customers, and the benefits.

The advantage of the Ark of shared value is that it presents a simple, straightforward, one-page, easy-to-use canvas where entrepreneurs can work with their teams to design the project with its main components, as well as the business model that identifies the benefits of all stakeholders, including the environment.

To present the use of the Ark of shared value, the three strategies for creating shared value, indicated by its authors (Porter & Mark, 2011), have been considered. Thus, the book presents the following chapters.

Chapter 1 presents the Ark of shared value, its objective, use, and main elements, where business cases are described to understand these elements better. Chapter 2 presents the general concepts of shared value, the principles behind this concept, and the recommended strategies for creating shared value. Chapter 3 presents the use of the shared value Ark following the first strategy recommended by Porter and Kramer (2011), that is, reconceiving products and markets, where the company has the challenge of creating a new way to attract customers or serve customers that were not served before and generate profits for the company, as well as for society, for which several business cases are presented where companies innovate their products and services. Chapter 4 presents the use of the shared value Ark following the second strategy recommended by Porter and Kramer (2011), redefining productivity in the

× Preface

value chain, for which several business cases are presented where companies have improved their operational efficiency and reduced their environmental and social impacts. Chapter 5 presents the use of the Ark of shared value following the third strategy recommended by Porter and Kramer (2011), facilitating the development of local clusters, for which several business cases are presented where companies have developed local clusters, considering the development of suppliers, and other industries related to the company to create a more competitive context. Each chapter offers several solved business cases and proposed business cases to practice.

To work with the shared value Ark, you can do it with paper and pencil or access the platform www.arkofbiz.com, where you can freely practice your shared value projects.

I am sure you will enjoy this journey learning this new business tool that will help you differentiate yourself and benefit the company and society.