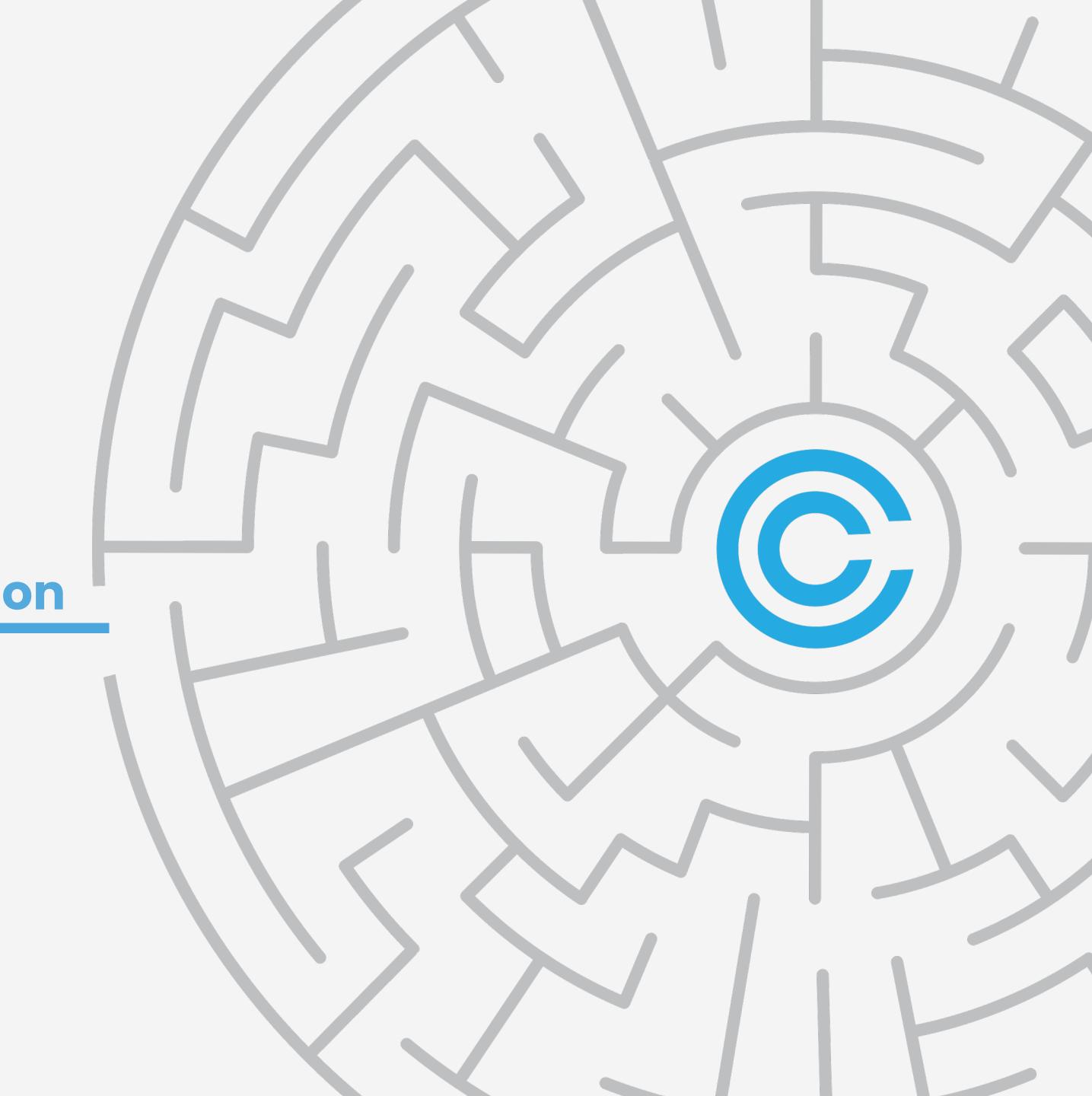


#### Building a CRO-Ready Organization

Or, How to mitigate the risk of hiring your Chief Revenue Officer

crocollective.com





### Who We Help





Looking for tools, strategies and a community to Win in the Role



Looking to mitigate the risks associated with the appointment of a CRO, and to ensure that their CRO – and their company - succeeds



Business Leaders
looking to advance
to the next level



### How We Help



Programs for Chief
Revenue Officers
that include a CRO
Development Course
and a Professional
Certification and a
CRO Community

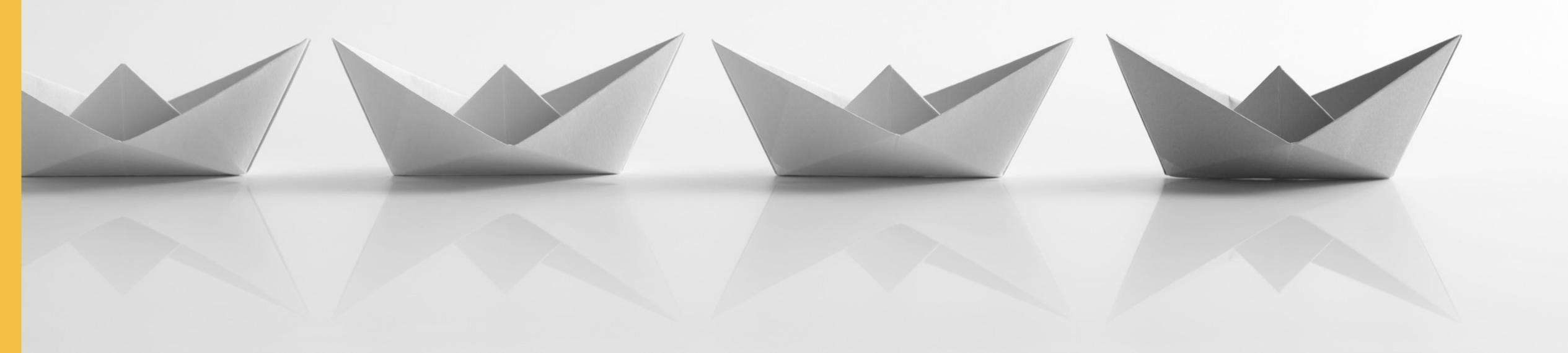
CRO Member Councils

CRO candidate sourcing from pre-qualified CRO Collective talent pool.

B2B Companies Hands-on Advisory and Consulting program for CEOs who are considering the appointment of a Chief Revenue Officer. Building CRO-Ready Organizations.



## The role of Chief Revenue Officer (CRO) has evolved into a critical executive function over the last 8 years.





CRO is the "hot" new title in the B2B space.

It brings Prestige, Power, Credentials and the promise of a stellar career trajectory.



The appointment comes with huge expectations.

### As well as Massive Risk-

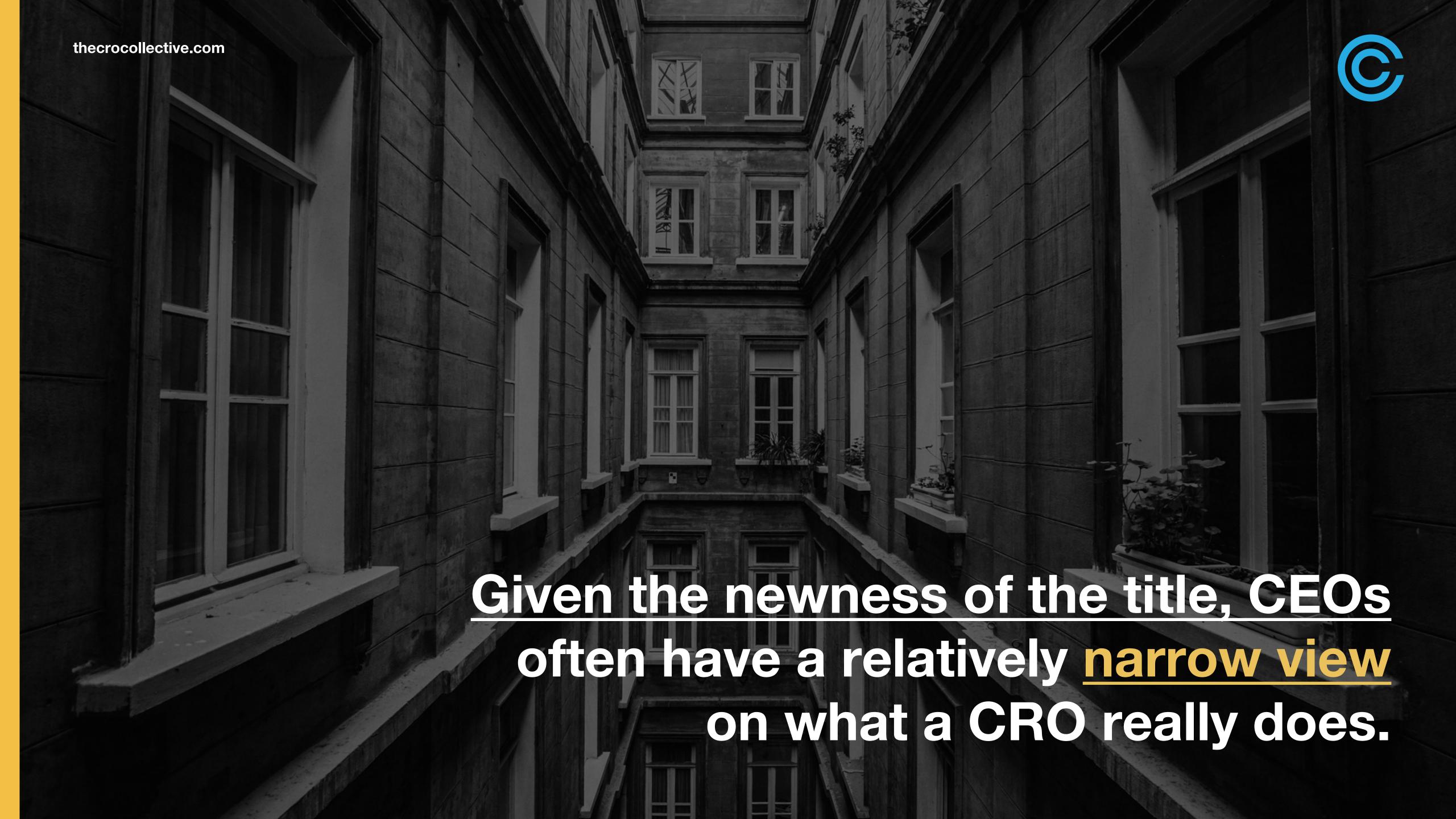
For both the CRO as well as for the employer organization.





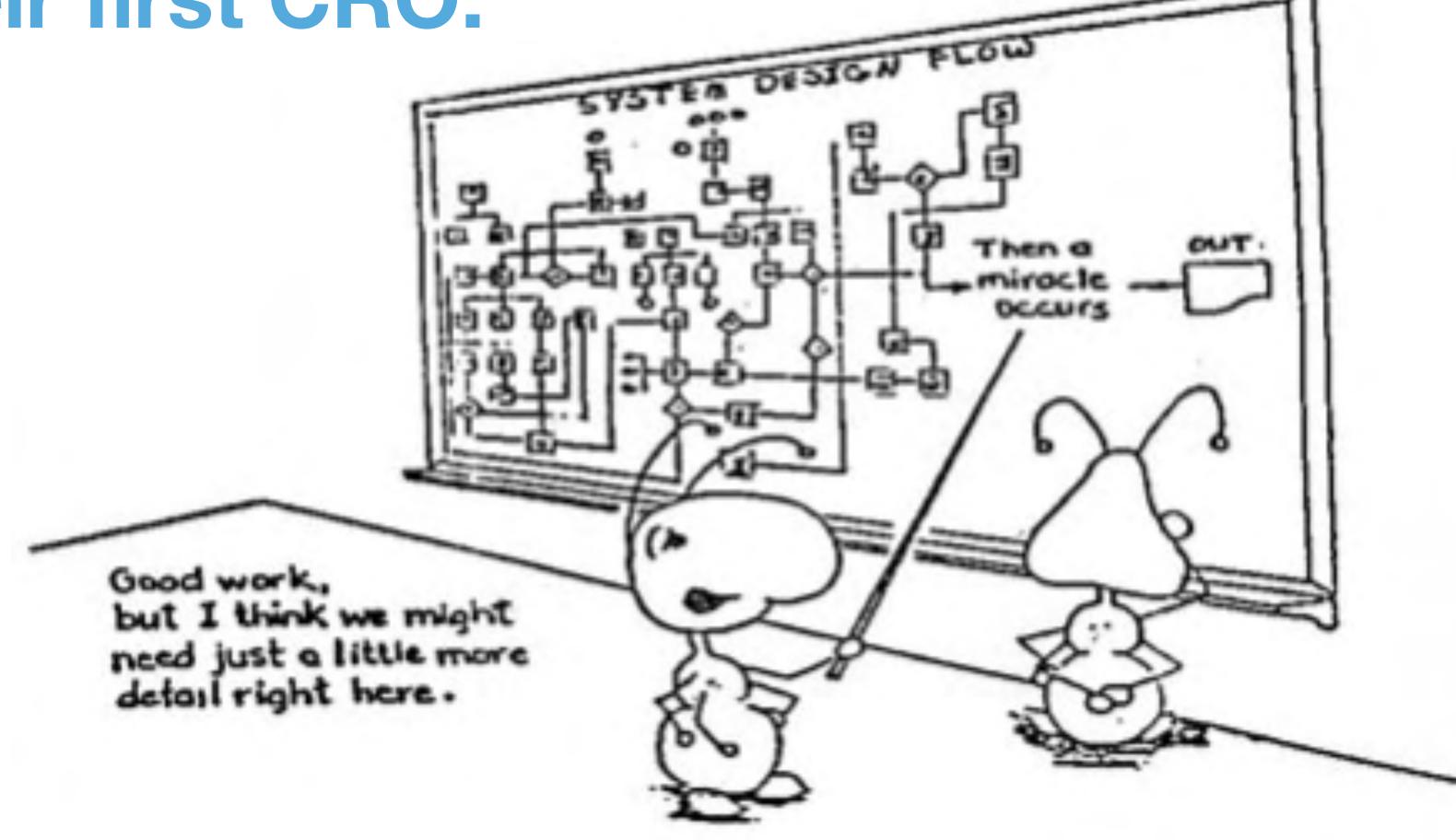


CROs are seen as miracle-workers, and rainmakers coming to the rescue to take the company to the next level of sales revenue growth.



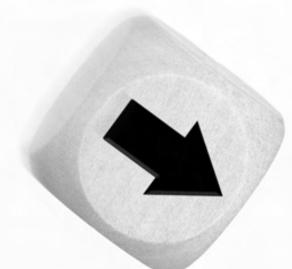


Very few organizations prepare themselves properly for their first CRO.





False expectations and under-preparedness can lead to less than hoped for results, frustrations and wasted expense, time and effort.





# Here at The CRO Collective, we have observed widespread confusion as to the ACTUAL role and responsibilities of an effective CRO.

- How does a CRO function, really?
- What is the CROs actual role?
- What do they really do?
- Where does a CRO ideally sit within the organization?
- Where should their focus be?
- What is the scope of their oversight and accountability?
- How should a CEO support their CRO's success?



This lack of understanding can have dire implications.





## The Way to Get it Right is by building an aligned and coordinated company -

or a CRO Ready Organization



## You do this by having all the Revenue Facing Functions aligned around a common focus:

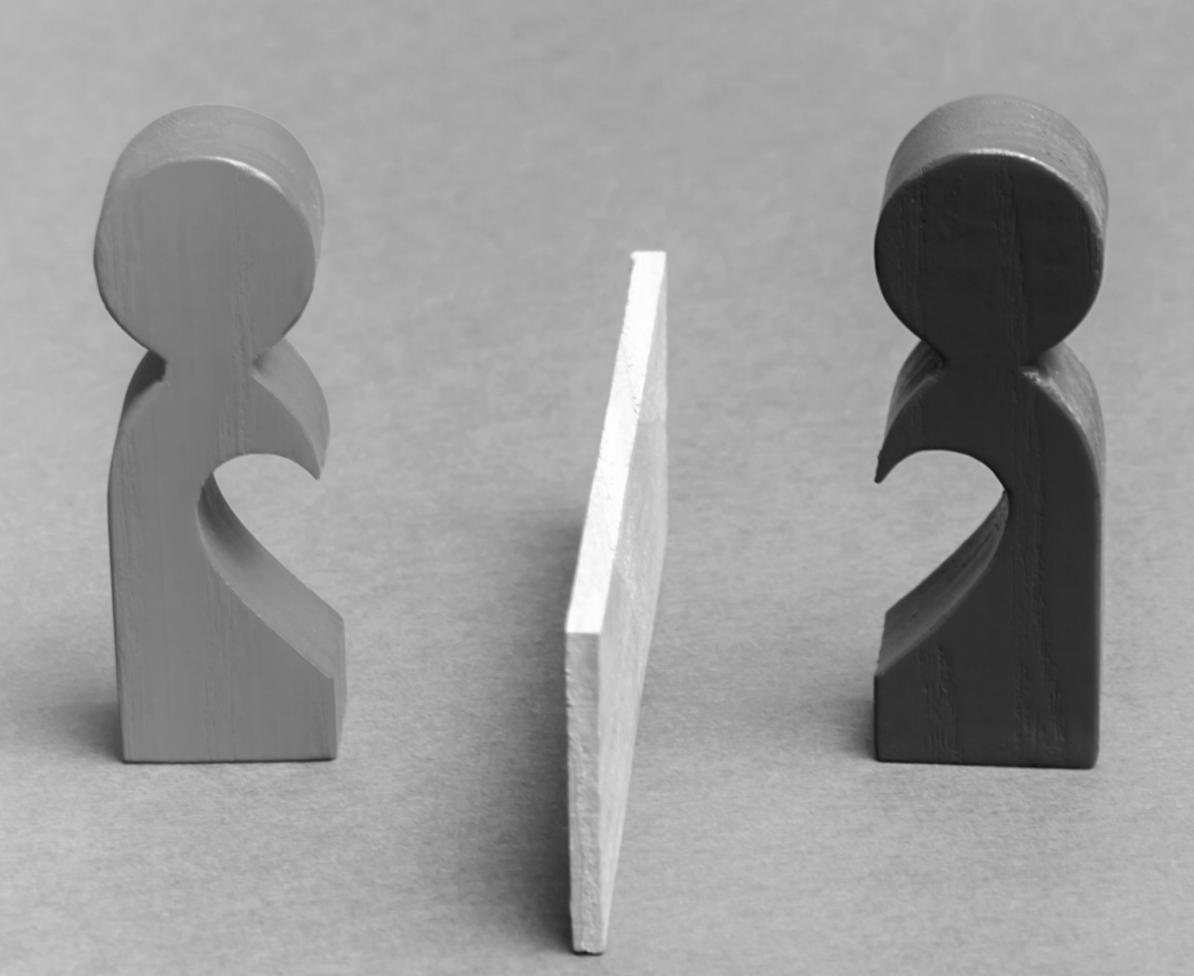
The Customer



### Building a 'CRO Ready' Organization is not Trivial.

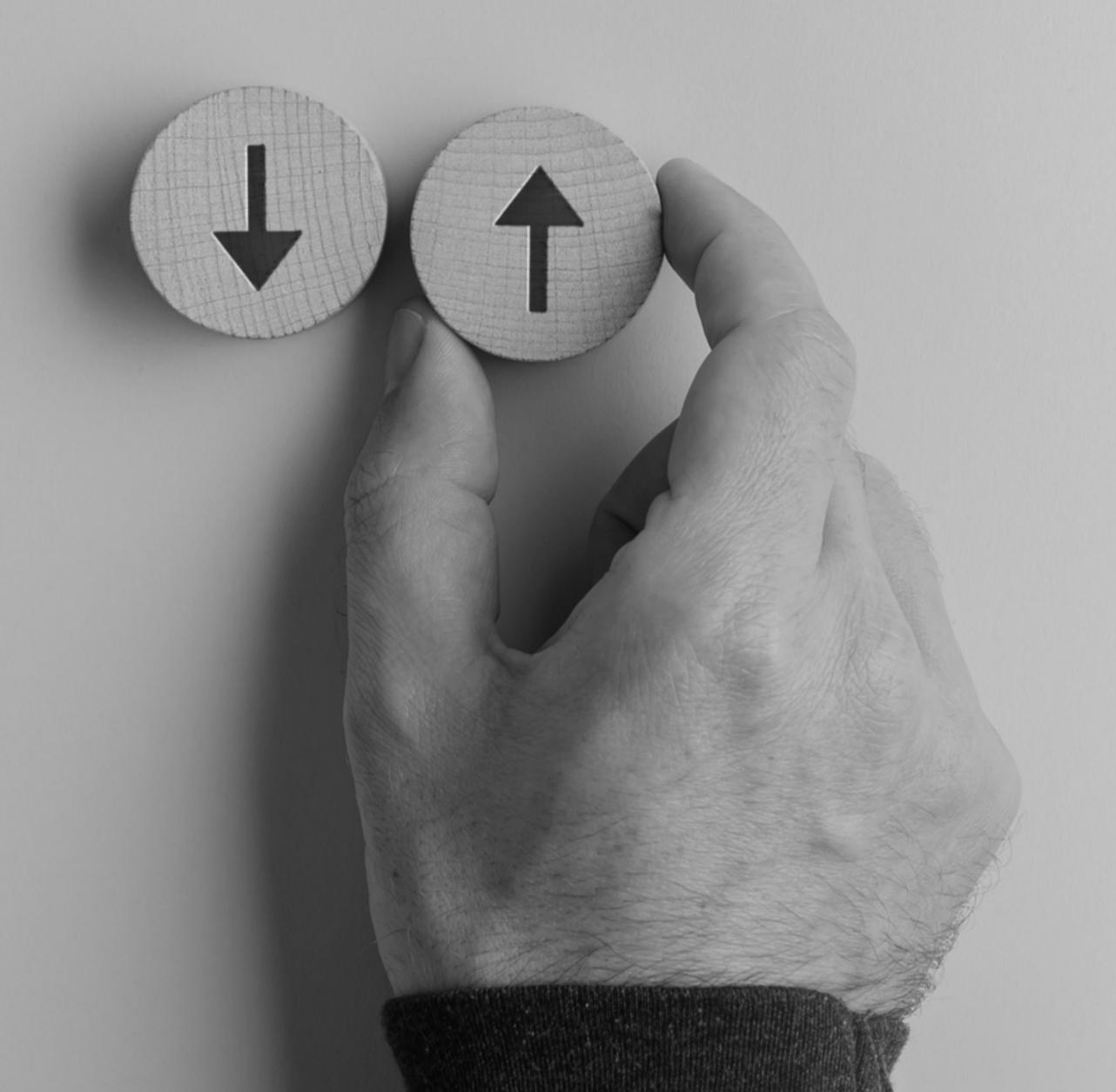


The issue at hand is that the alignment between Sales, Marketing and Customer Success is broken.









The majority of CEOs accept this disconnect simply as a casualty of running a modern business:

"It is what it is".



Very few CEOs understand nor appreciate the enormous bottom-line potential of having an aligned organization.









#### Our Research shows:

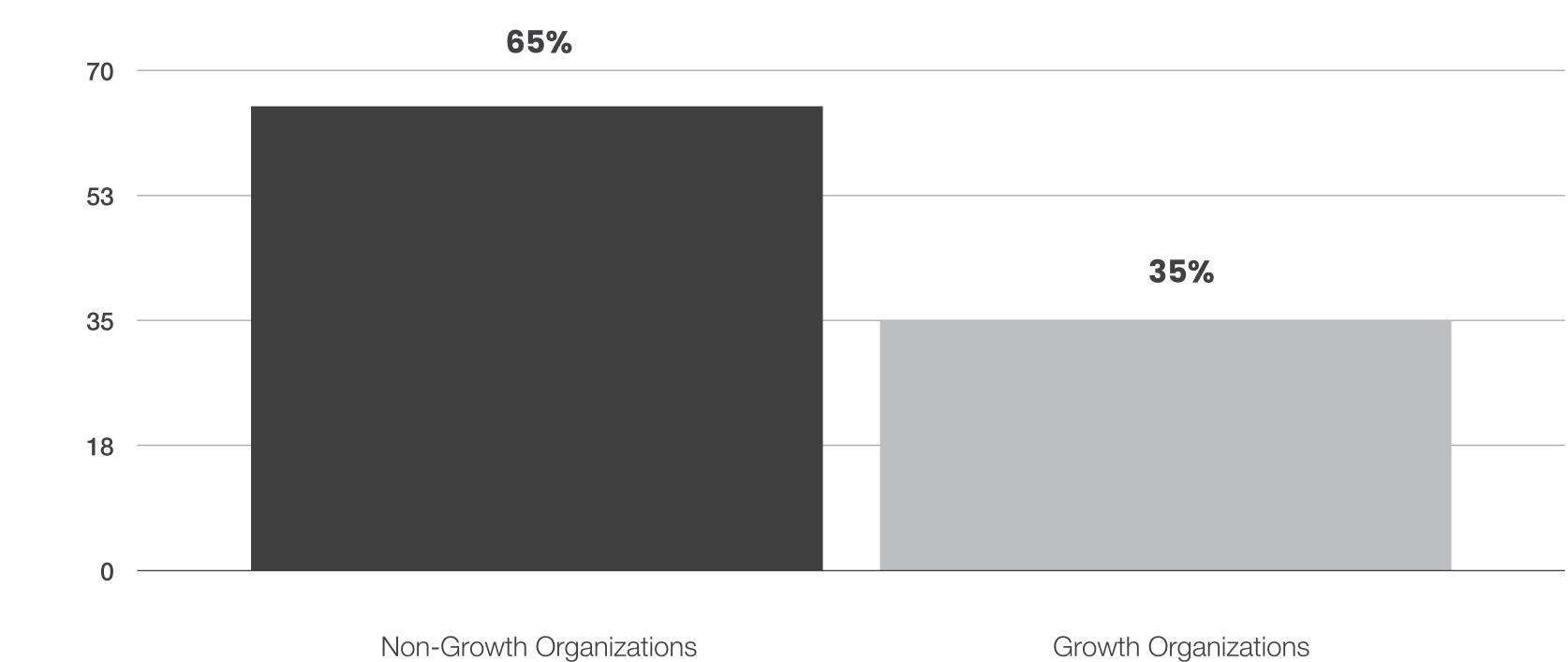


**Organizations with** 

poor Sales +

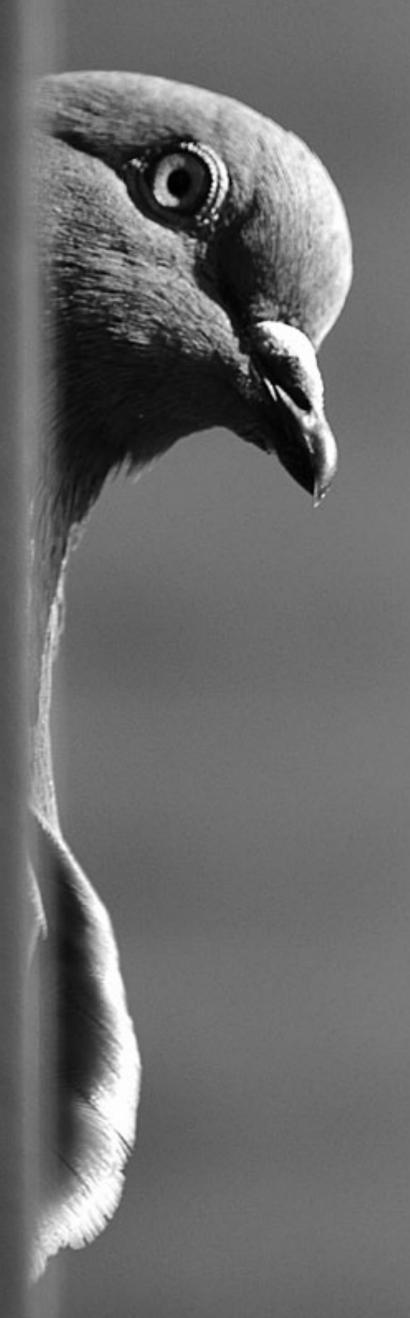
Marketing
Collaboration almost

double their risk of declining sales.









But....there is something more pernicious happening here.

There is a fundamental lack of alignment around the customer and the customer experience.







The 3 departments are inward-looking and Hyper-focused on their own KPIs (survival), while forgetting about the customers' perspective.

But to most CEOs it just looks like an interpersonal problem between departments (symptoms), not like something systemic (disease).





### Ok. this all makes sense - but - how does it relate to the topic of the CRO?



### Really gladyou asked!

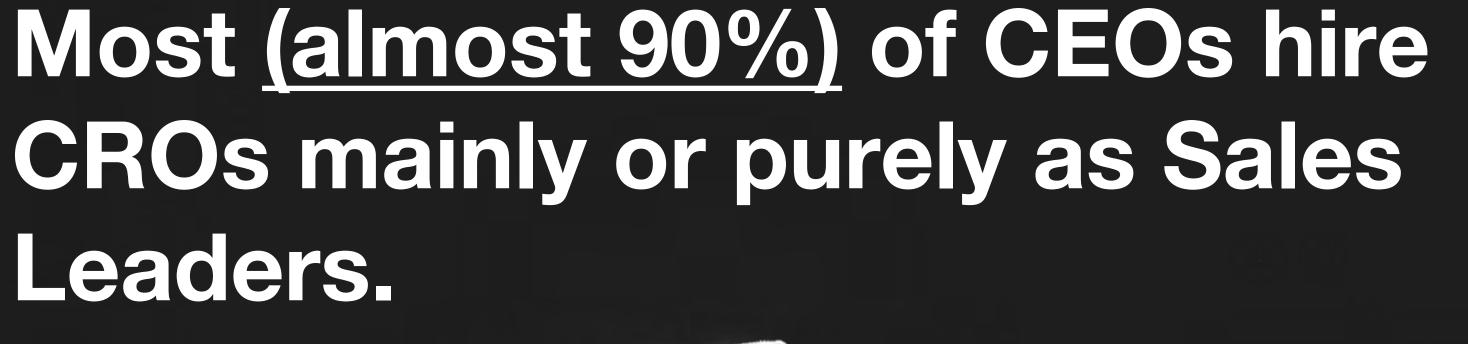
CROs, are uniquely qualified to fix this issue permanently when:

- qualified
- properly appointed
- properly integrated
- properly supported



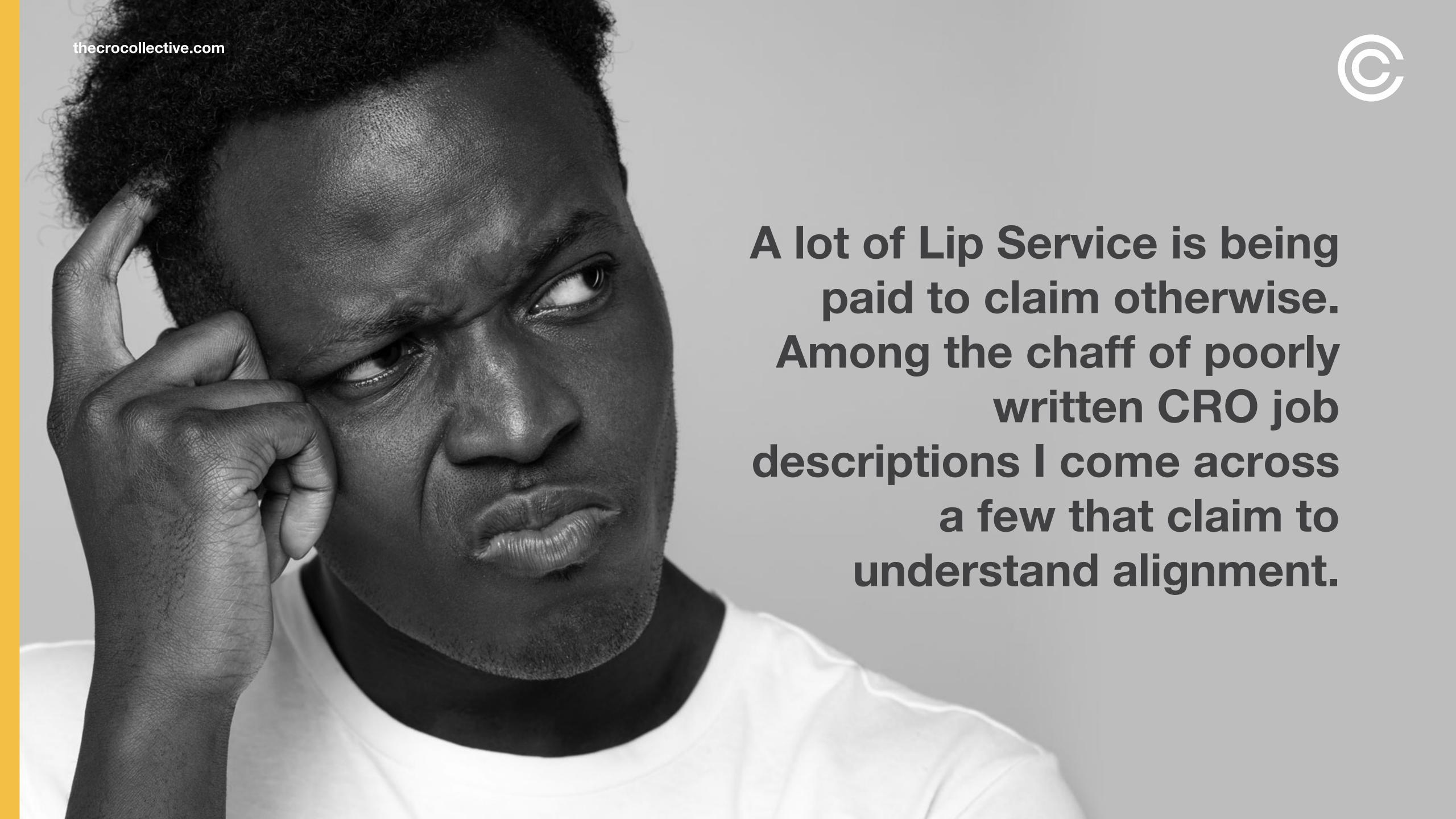




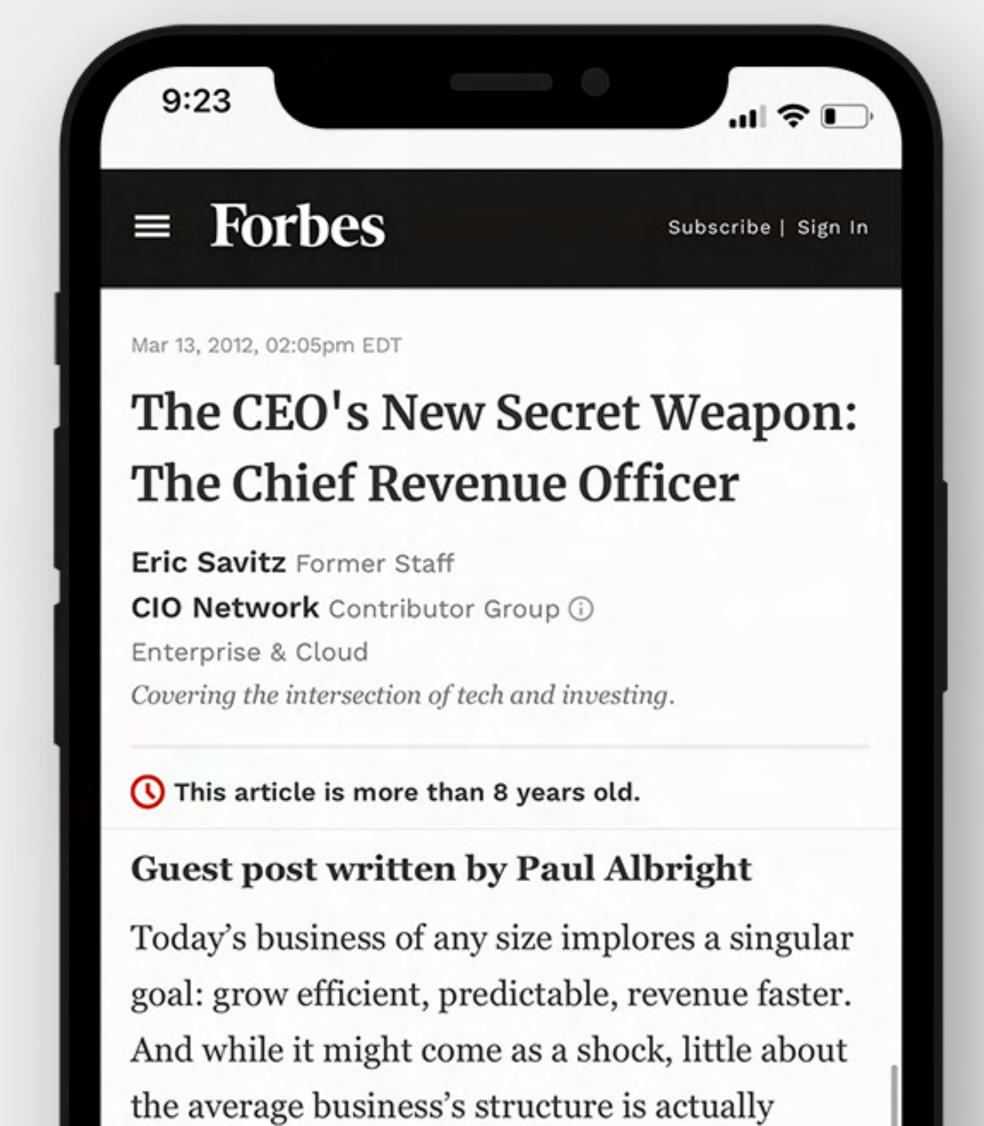












Heads of sales, CMOs, directors of marketing

aligned around doing this.

## Forbes

There is plenty of good advice.
It's just that it is not adhered to or listened to or adopted.

But something happened on the way to the forum.





## I've worked with, coached, trained, mentored, hired and sold to 100s of CROs- and <u>everyone</u> of them has similar challenges:

- Average tenure of only 18 months
- Undefined objectives and role focus, lack of coaching by the CEO
- Fighting to implement strategies battling with siloed factions
- Lonely Leader syndrome
- Not aligned with CEO and C-Suite
- Survival mode 'Selling' their way into security
- Left wondering "How did this happen?"



### The CEOs I work with who hire them have their own set of challenges:

- "What is my CRO doing?"
- Why does he want to focus on THAT?
- No one likes him, he's creating more problems than solutions
- No one seems to know what he's supposed to be doing
- I thought I hired a professional
- Why does it seem like this made things worse?
- My revenue team is now even more at odds
- My business is not growing as expected
- People are leaving / morale is low How will I explain this to the board?





## A number of factors that emerged over the last 5 years have infected the B2B sector:

#### The rise of:

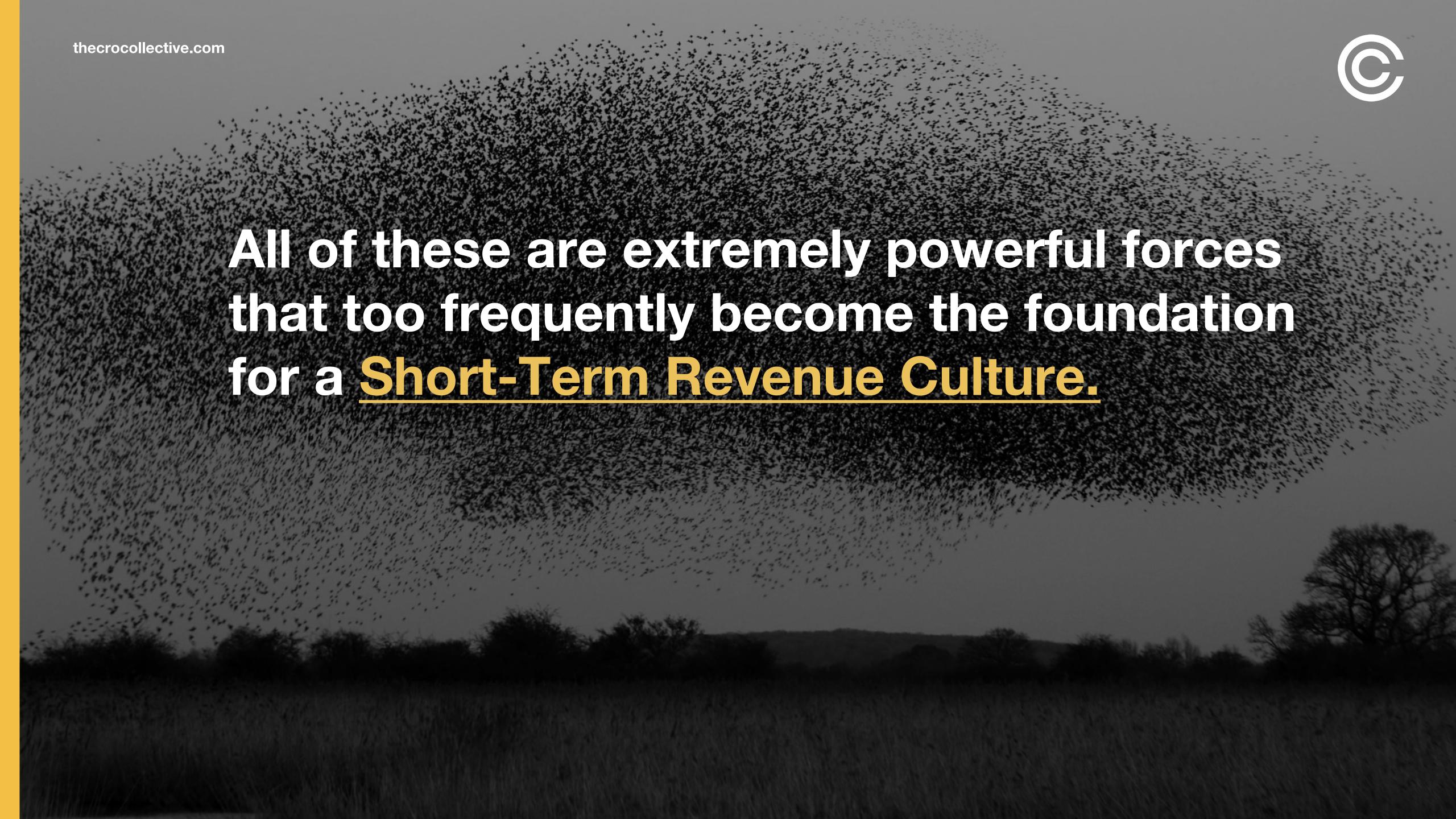
- The VC/ Investment industry ('quick tech')
- Hyper Growth Programmatic Deployment
- Obsession with Data and Analytics (software addiction)



# This has resulted in a new strain of 'short-termism'



- Fixation on Quarterly financial projections and targets,
- Top-Down Sales Quotas,
- CRM pipeline micro-management,
- Valuation-chasing
- The 'Scale-at-all-costs' culture





#### Short termism results in:

- Siloed and fractional organizations defined and hamstrung by individual function
- KPIs and Metrics that motivate departmental and leadership survival behavior
- Encouragement of behaviors that are inward-focused and not customer-focused (office politics)
- Boards or VC firms running companies, not CEOs



#### This results in a stagnant culture:

- Nothing ever gets solved or fixed
- Every quarter/year feels the same
- No chance for improvement



## Organizations like this NEED a CRO to establish and sustain operational, functional and cultural alignment.





#### Building the CRO Ready Organization



## CRO Ready organizations are companies which are culturally, functionally and operationally aligned.

A CRO-Ready organization is prepared for the appointment of leader who can successfully oversee a unified revenue team.



## The Revenue Team consists of Sales Marketing & Customer Success.

The 3 most "customer facing" parts of the company.



## There is a method to creating a CRO Ready Organization



#### The Right Way:

- 1. Be a Leader
- 2. Quantify / Qualify the Problem /
- 3. Build Consensus
- 4. Run the CRO Readiness Program 🗸
- 5. Hire a Qualified CRO
- 6. Support and Empower V
- 7. Create the Growth Engine





#### The Wrong Way:

Make promises of huge revenue growth to the board, asking them to approve the hire of a CRO

Hire a gun VP of sales as your new CRO

Watch on as the new CRO solely focuses on the sales team, disenfranchising huge parts of the organization and the workforce

Realize too late that the promised growth is not eventuating and not likely to be forthcoming either

Blame the CRO for the failure

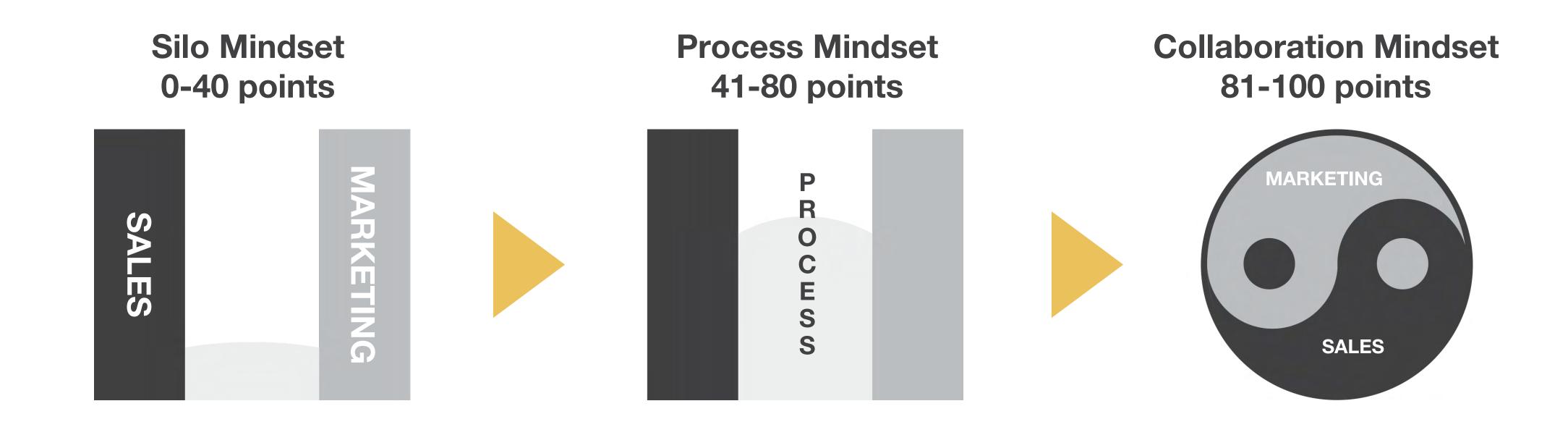
Let the CRO go and somehow manage to explain it all away to the board

Repeat the above





#### What is your "CRO Readiness" Score?





### Find out your own CRO-Readiness Score.

Go to our site:

thecrocollective.com/b2b-assessment

Take the Assessment and get your own Score.



Sounds simple, but of course, it's not. But it can be corrected.

And it will change your company into a Growth Engine.

#### QUESTIONS?

Warren Zenna Founder / CEO The CRO Collective

m 917-701-0130
<a href="mailto:warren@thecrocollective.com">warren@thecrocollective.com</a>
<a href="mailto:thecrocollective.com">thecrocollective.com</a>

