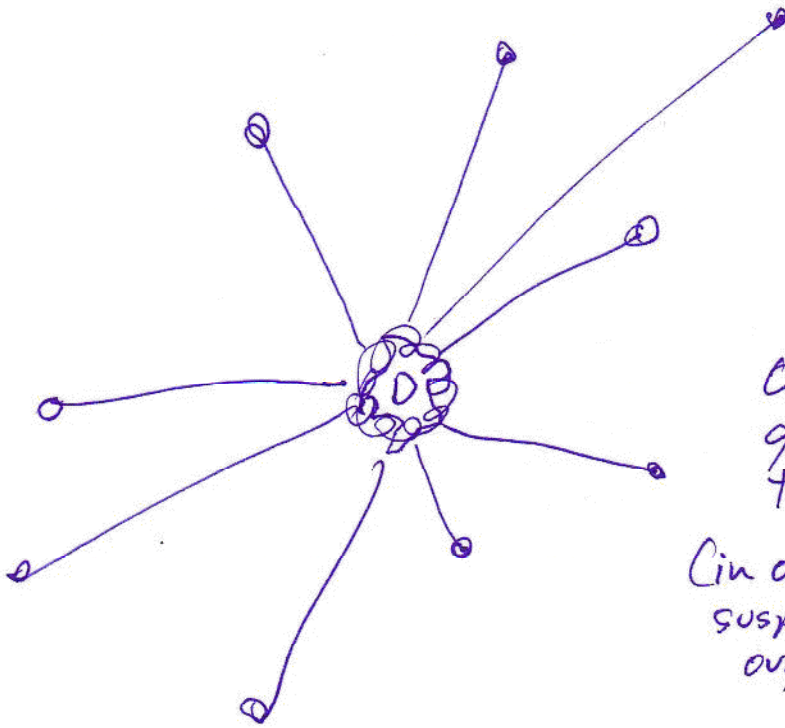


Evolution of how we saw the franchise

~ 5 yrs

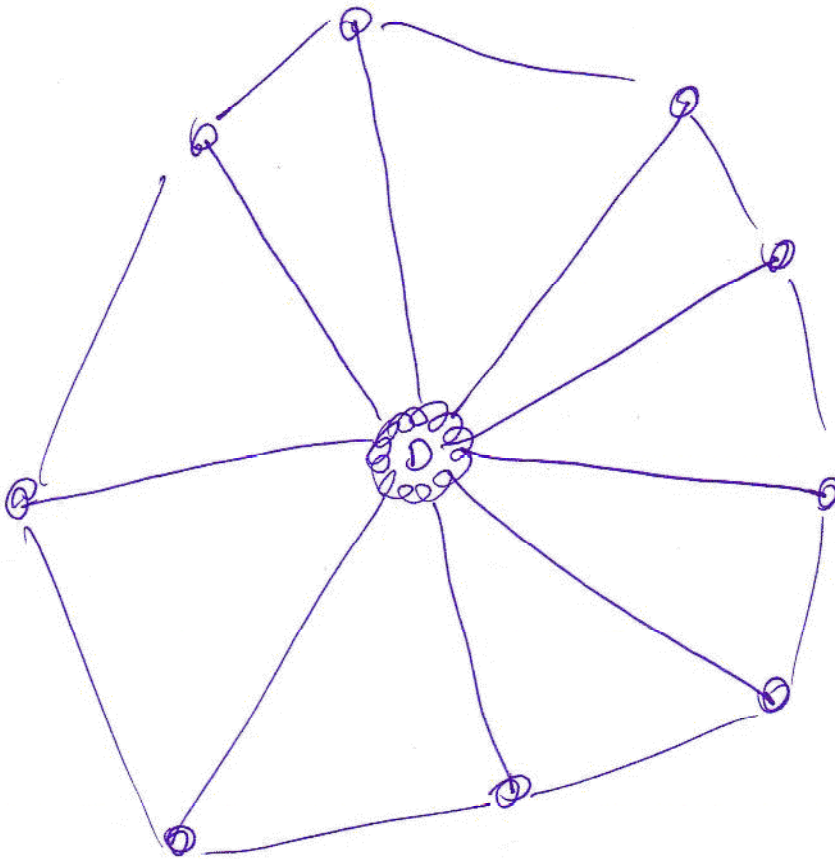


①

Open & help bakeries
give good service
teach, train

(in other franchises, actual
suspicion of owners
organizing)

~ 5+ yrs



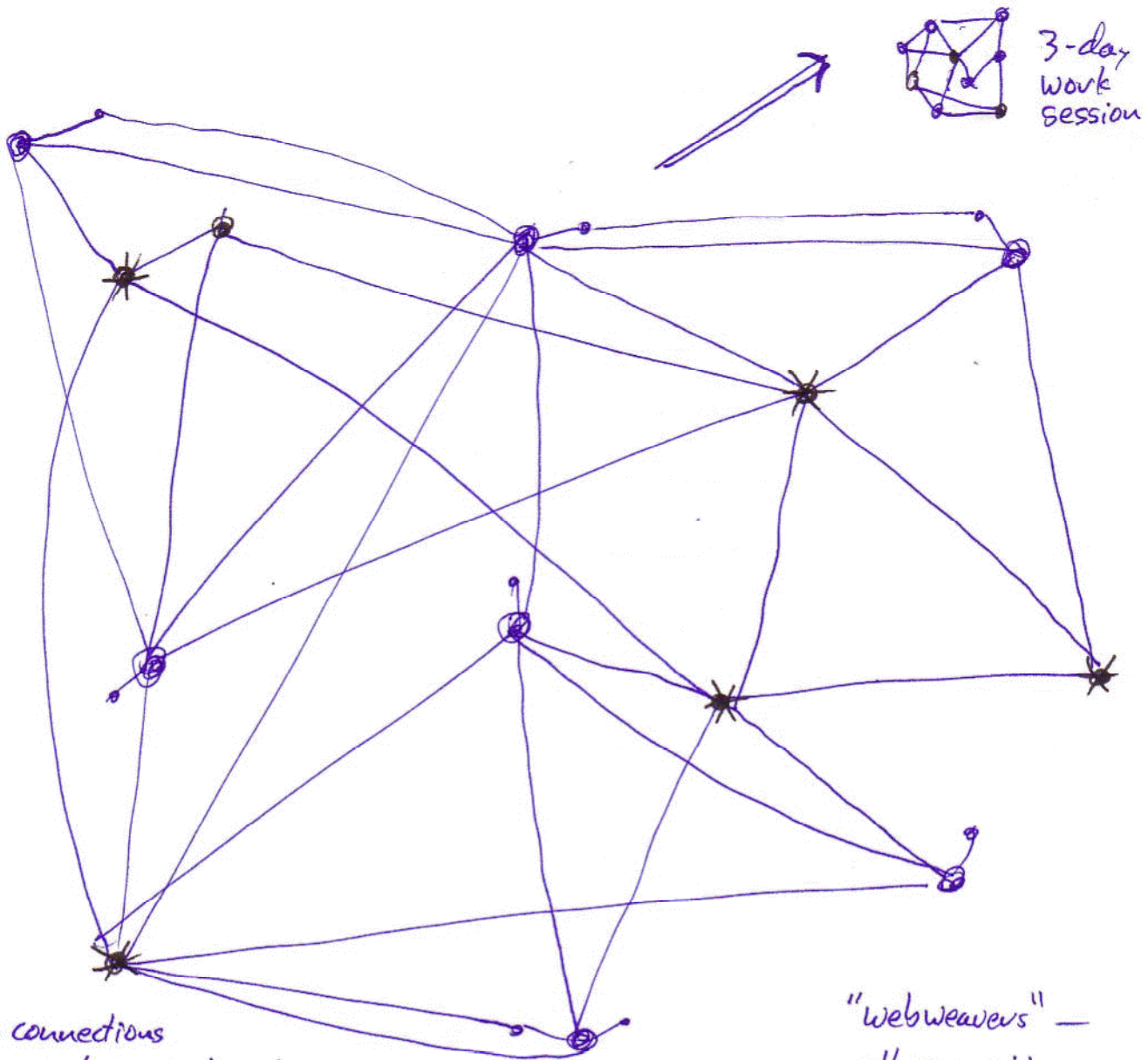
②

Spoke & rim is
stronger

Involve "rim-staff"

Help owners link
up "out there"
& we'll distill.

Similar to
community (them)
& K-base (us)



3 strong connections + 5-10 weak ones is strongest

"webweavers" — all over it.

Notice the lines that aren't there. Don't try to overconnect.

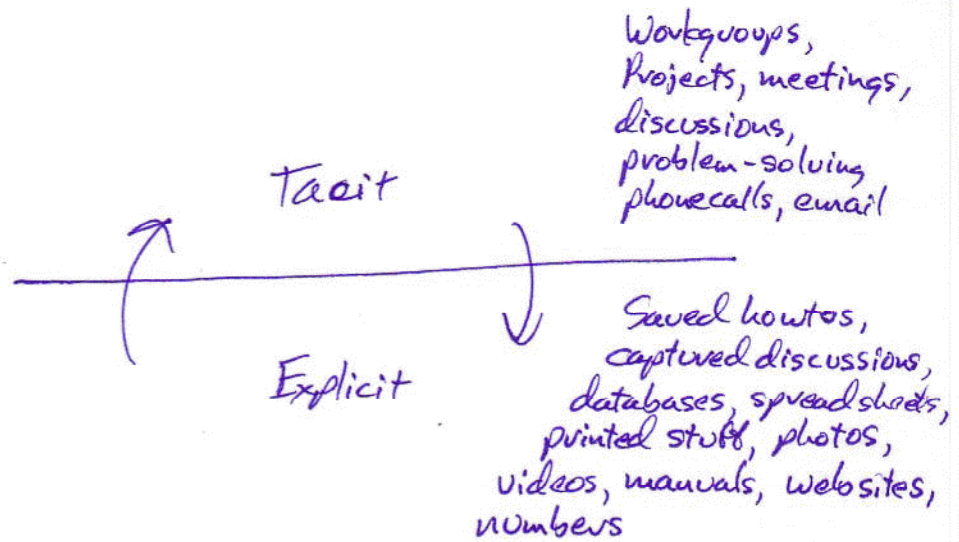
or, paid acting troupe on the dance floor, crowd going wild.

- ⊙ = Bakery Owner • = employee
- * = Dillon

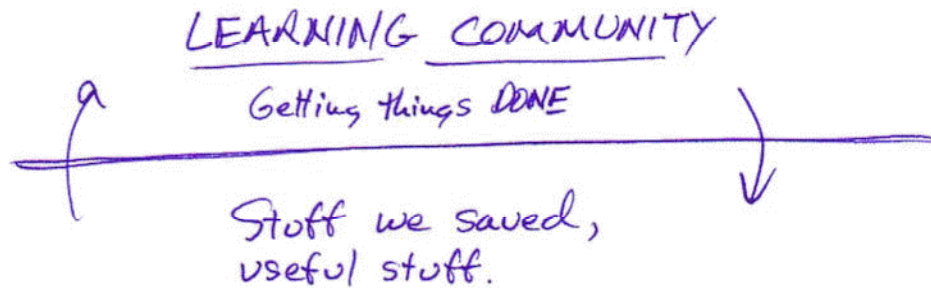
"Convention" or "Dance" model — people clump, Dillon folks work full time introducing them to new friends, new ideas, new materials or resources. Royalty = energy, but they do it all themselves once started.

Nothing Dillon does they couldn't do themselves — in theory. In practice, the royalty signifies a huge commitment to "make it happen"

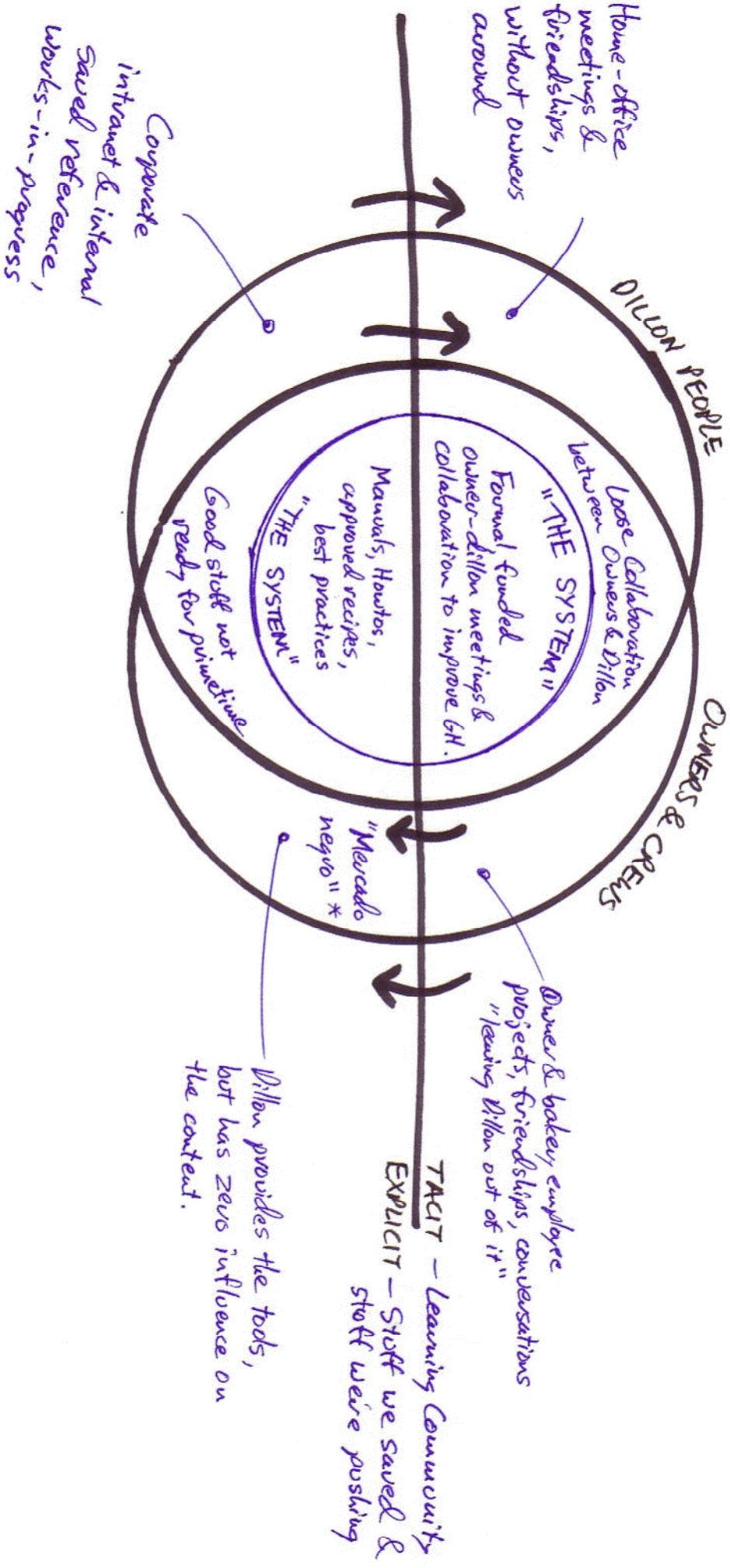
KM at its
most boiled-down:



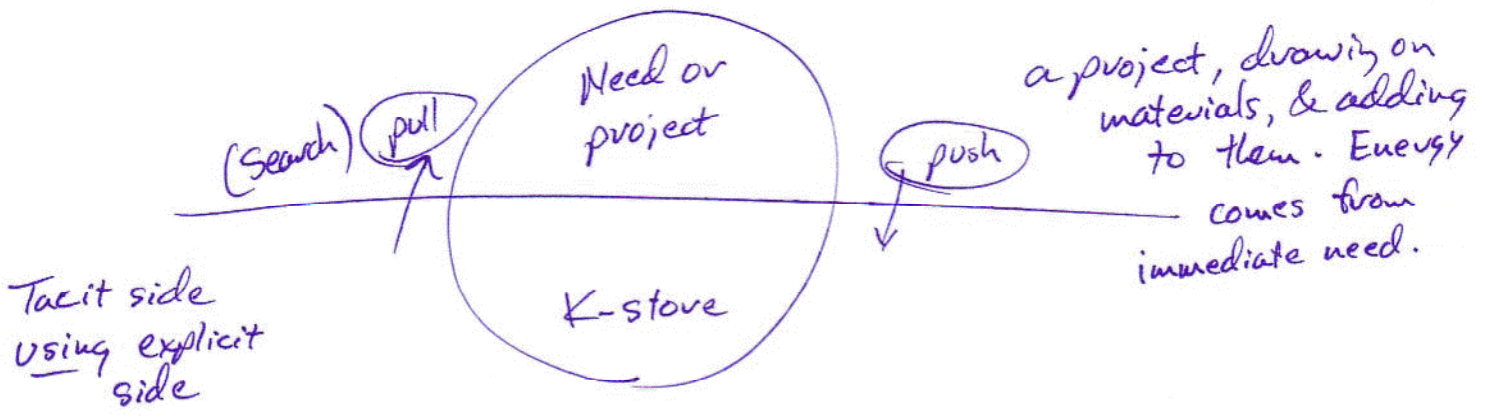
GH version,
at simplest:



But more precisely: \Rightarrow

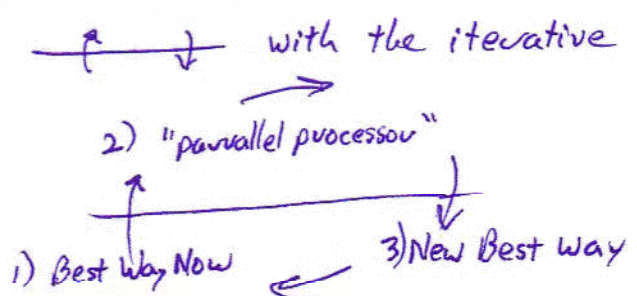


* In Latin America it's common for a town to have a "mercado principal" or main market, and in another part of town a "mercado negro" - sometimes much bigger. Directly translated it would be "black market" but it doesn't have our negative connotation. It's a big, noisy, legitimate place, just a lot looser.



Explicit side
Using tacit side

Reconciling this view
learning cycle view:

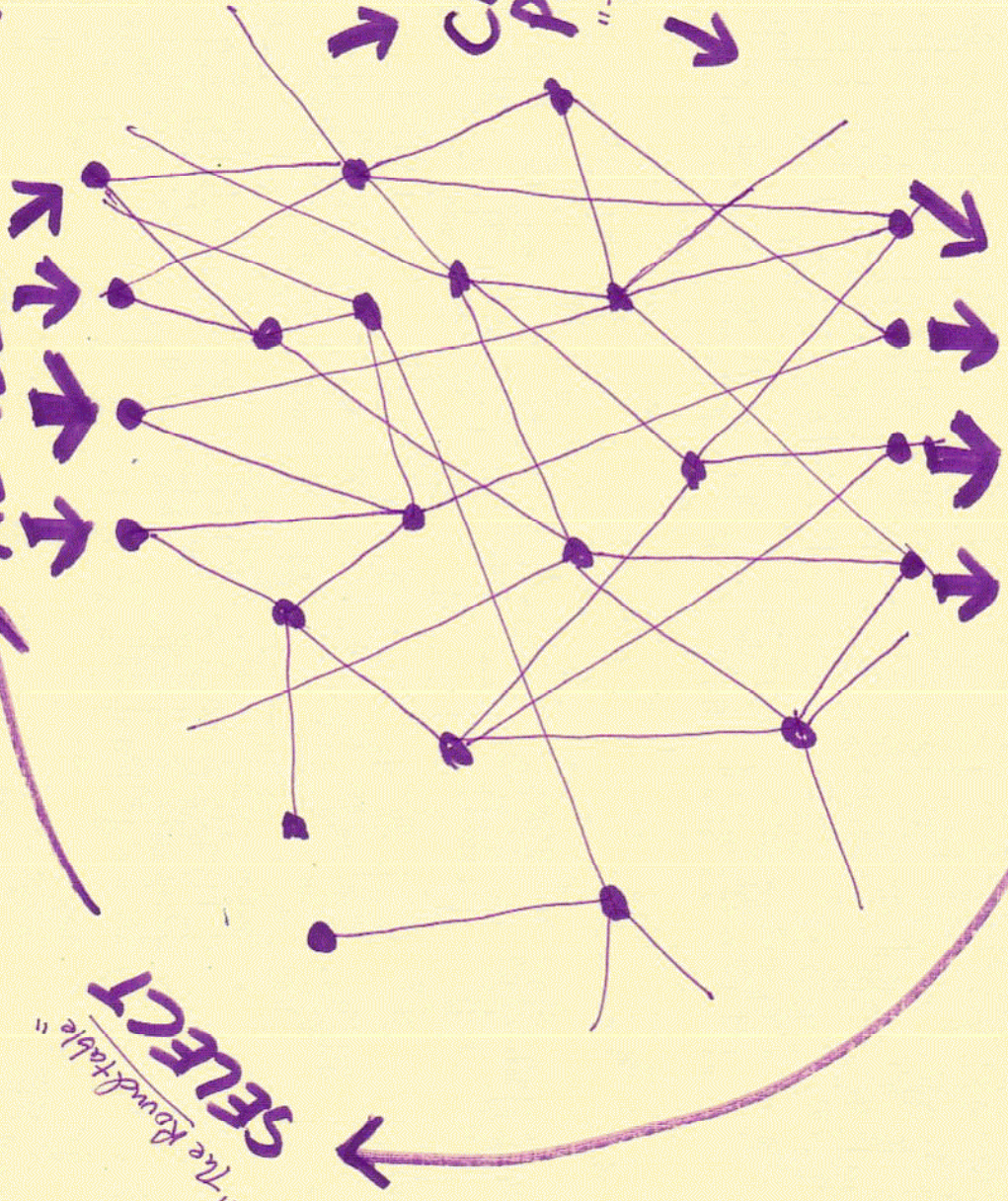


"THE LEARNING CYCLE"

SELECT = Roundtables, debate, expert opinion. Consumer Reports: which is BEST? Filter, reject, distill, argue.

RE-SEED

RESEED = Visualize, Define, Describe, create models, publish blueprints, Challenge, risky rough drafts, R&D suggestions, untested hunches. Published Materials to start next cycle. Interim Standards & recommendations. "Editor's Choice," awards, Commit to a "best"



A FULL LEARNING CYCLE NEEDS ALL FOUR PARTS.

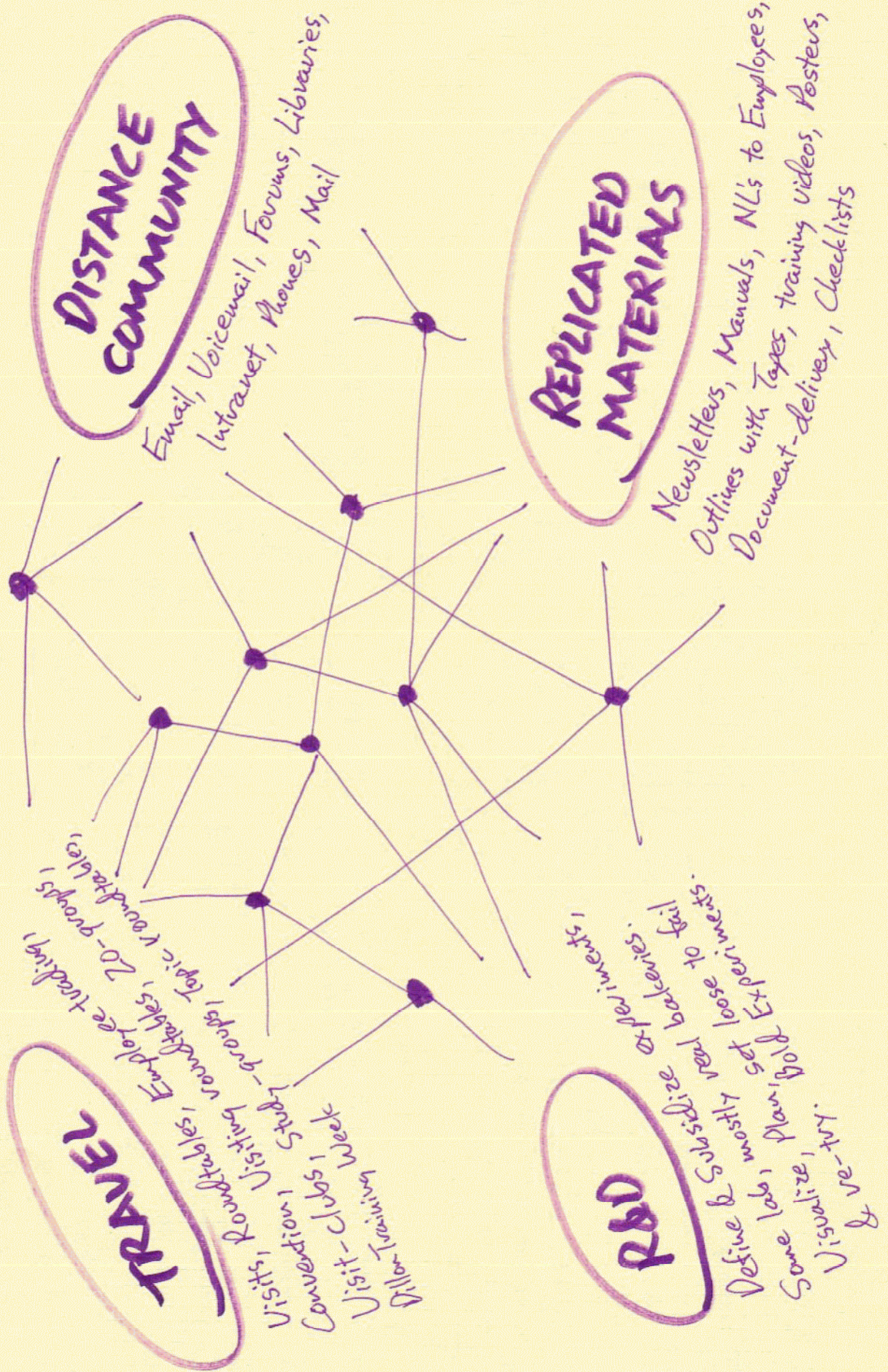
HARVEST = No opinion, just the facts. Case Studies & measurements. Unbiased reporting. Journal Articles. Call the experiment done, collect results

"The Case-Study"

* SEE PAGE 2!

Duct tape & baling wire. Tricks. **CROSSPOLLINATE** = Learn from each other, try, fail, iterate; Learning Net, with each node only 5-10 connections. Testing in the real world.

4 NEEDS OF A LEARNING COMMUNITY:



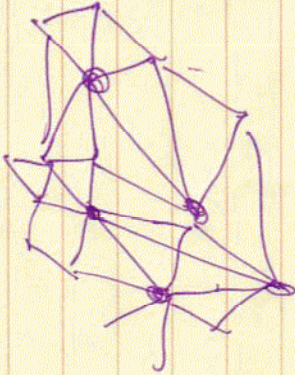
COMMUNITY LEARNING

4 WAYS OF A



NO

linear,
predictable,
optimizable,
brittle



YES

redundant,
non-optimized,
unbureaucratic,
self-healing

SSCH's

WTG's

CP calls

SySOPs

Regional representation

("Truncate" don't
"distill")

Addictive Superfun Learning Network.

A daring & radical experiment

Cheerfully, risk failure to learn,
to invent something brand new

Be in love with what we are, who
we are, be proud of what we're
doing

World's coolest, simplest communications
structure

Lots of strong leaders & excitement
in fresh ideas

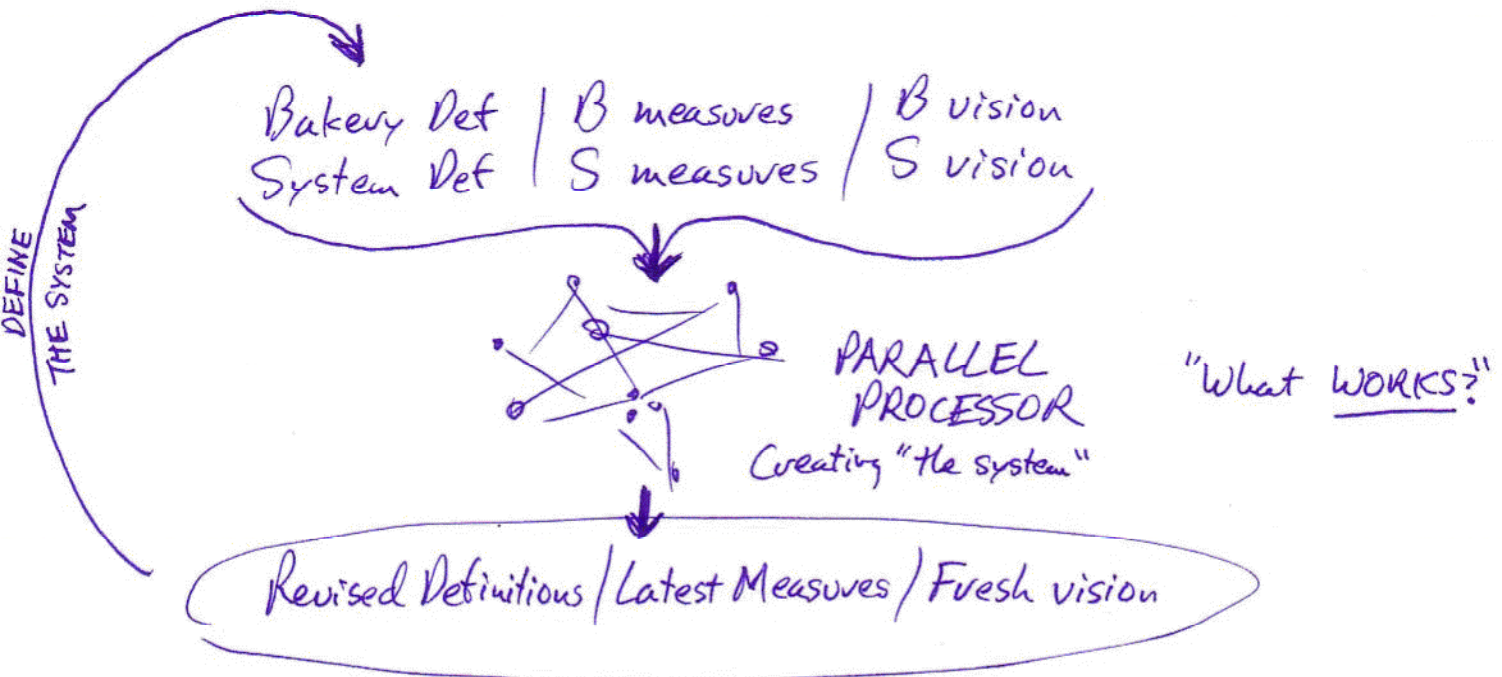
Battery Def	B-measures	B-vision
System Def	S-measures	S-vision

PARALLEL PROCESSOR

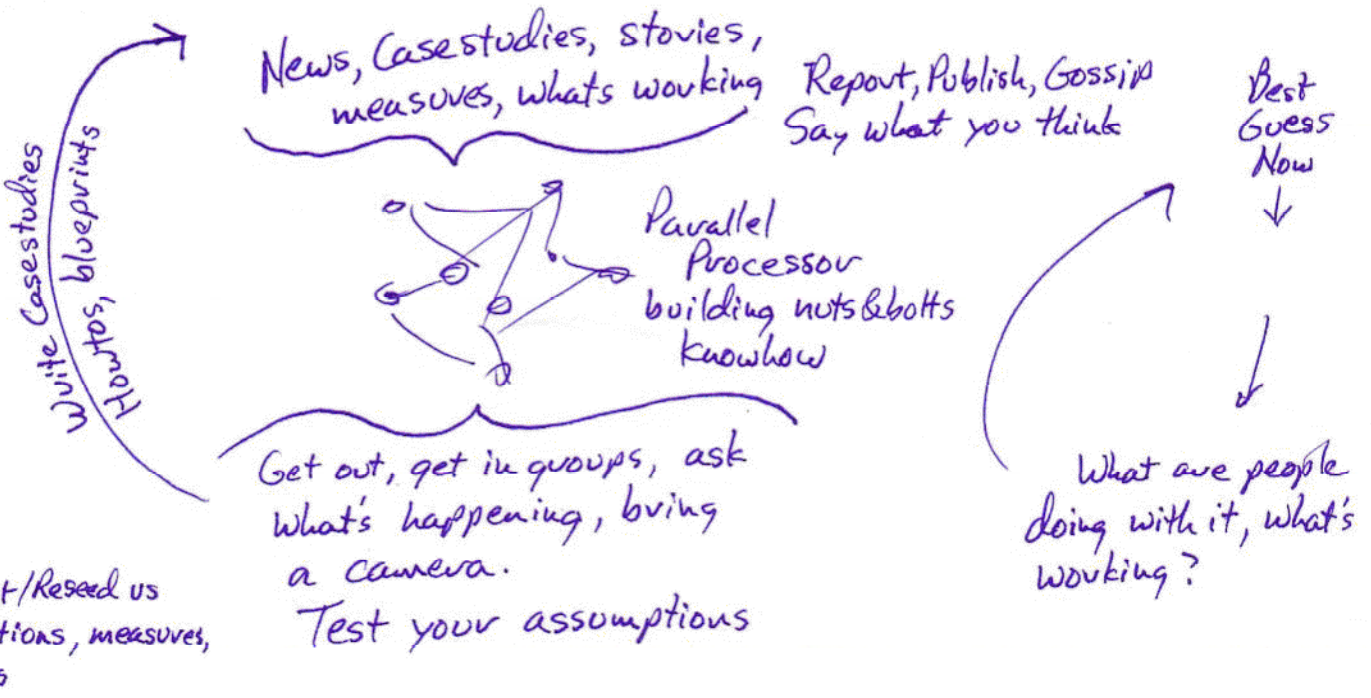
New Definitions	New Results	Next Vision
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RICHLY CROSSCONNECTED LEARNING COMMUNITY

I liked this view (1999)



OR:



See p. 11
Quick Harvest/Reseed us
Core Definitions, measures,
visions

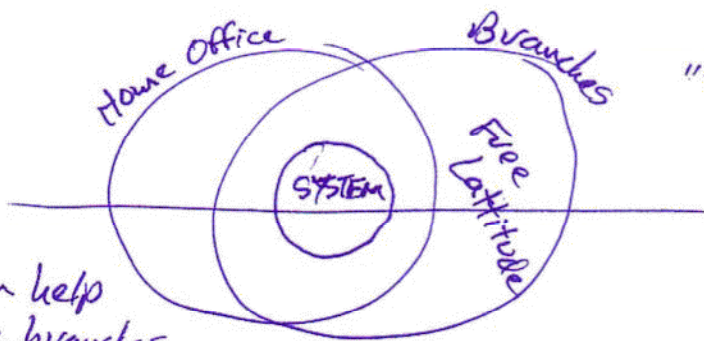
Note that half the battle is buying the old "best guesses" from 3 years back. Good for people to be able to find & re-read a classic. But overall, what you TRUST is what you're hearing TODAY, on the grapevine.

? Now, how does this apply in non-GH & non-franchise enterprises?

2 views of the SYMBIOSIS:

- Baker, Owner: If Dillon didn't exist, we would need to create it.
Royalty, territory, marks, infrastructure, a team apart from the bakeries to energize the dance, and somebody to publish "THIS is what works and THIS is where we're going. Without that energy applied, we would all drift apart in ~~mediocr~~ & quit leaving.
- Dillon: If we can make them SUPER Successful in their bakeries and getting real business & personal value from the community, they'll send us money and we'll thrive. The day we run out of ways to REALLY help, it all goes to hell.

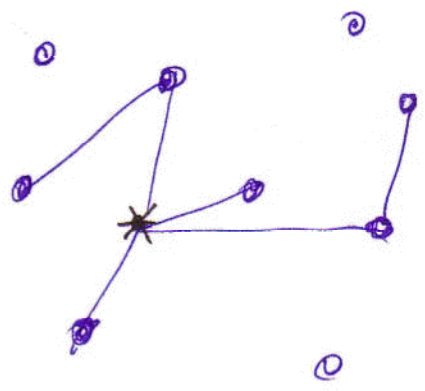
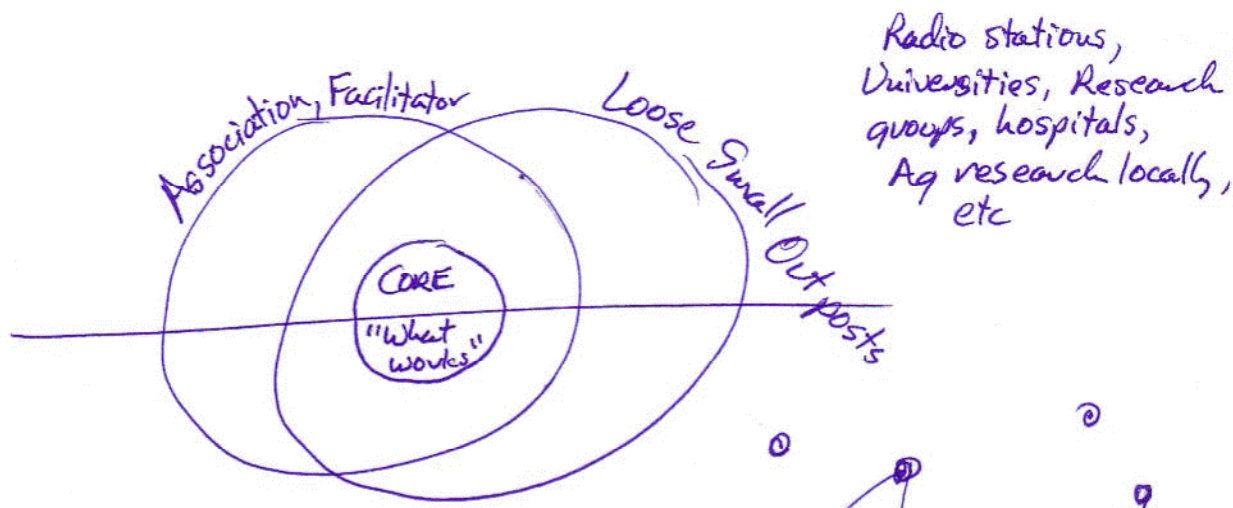
In another organization —



"If we can help make those branches thrive, they'll send us money and we all do great"

"The glue that holds us all together & makes us strong"

Control thru constant learning & evangelizing the SYSTEM.
Home office controls the printing press & funds the elite teams.



Much less money = fewer connections
 Much less travelability

Not really competitors tho, eager to share
 Lonely for own kind, excited by their work

Assn gather case studies, seed the group, create a community. Publish.

The basics - somebody to travel & report. A visitor/reporter. Bee.
 Distance community - email, blogs or discussions.

Infrastructure to allow easy save-&-retrieve materials

Plan & encourage gatherings & friendships

(You get what you pay for BUT "first convention" effect, steep part of the learning curve, bang-for-buck)

Learning
 Community
 Tools in hands
 Cohesion, solidarity,
 leadership

is this sufficient as a product or service?

A: Yes because it's necessarily all about getting things done, solving real problems, serving real customers, growing real organizations. Its how any organization gets built, on knowhow. 8.

What's it FEEL Like?

Individual — all on fire to solve a problem, do a new project, or put together something great. The exact perfect missing piece (idea, helper, fact, resource) is right there, 3" away, ready to grab & run. Good things happen without friction like on ball bearings. You're like amplified and rocket-powered.

Organization — Huge energy and creativity released by near-total freedom, a chaotic energetic hum with loose cannons & rogue activity, yet everybody just ~~naturally~~ pulling it all together in a harmony around core beliefs, core goals, core understanding of what works, agreed on what the organization should look like and what needs to get done this month to make that happen.

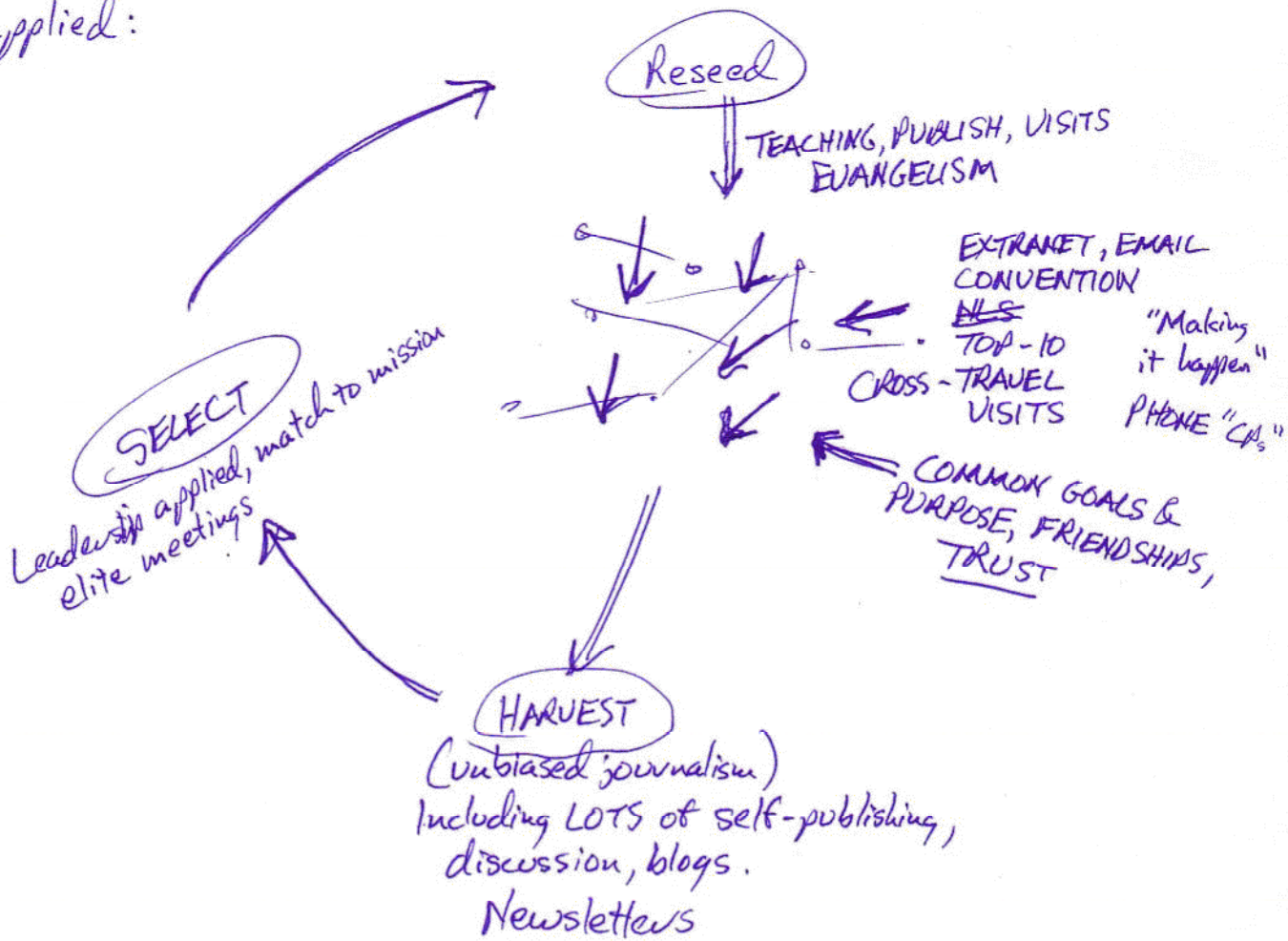
Quarterly SSCH's



The use of the learning cycle to coalesce a diverse group of free owners, around one strong "family resemblance"

It steers itself — although a single strong voice helps.

Energy applied:



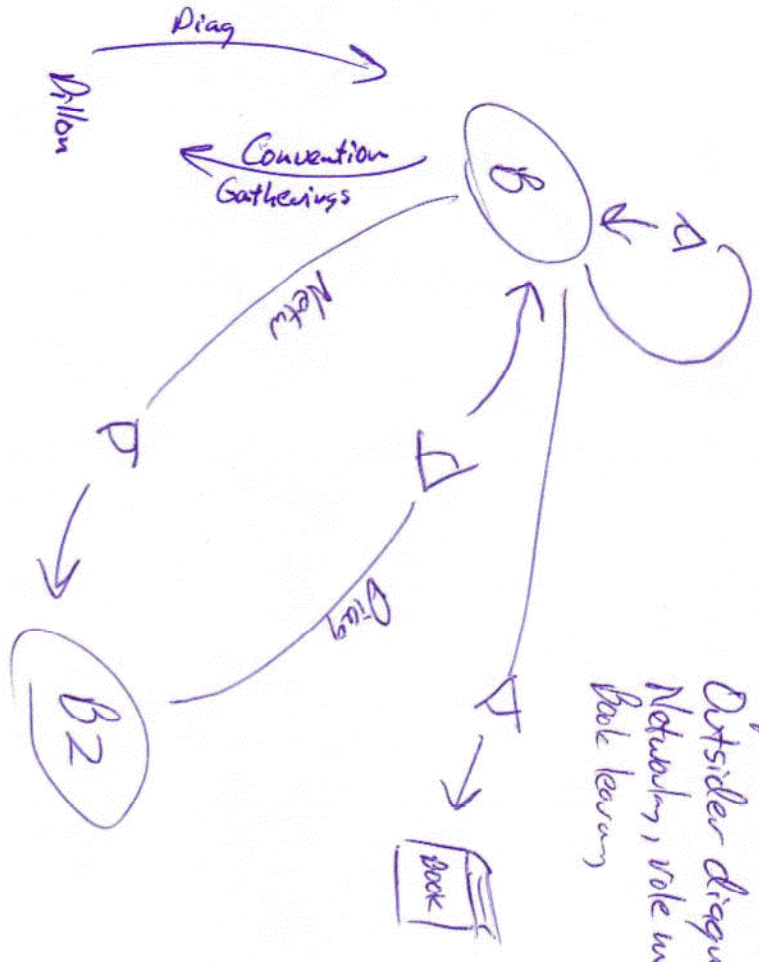
We created 130 test-bakeries. Turned "training" into "learning" by nurturing the community ties & tools, making a wide variety of easy options to "catch up with the herd." It's not that you NEED 130 test bakeries (its just bakeries, not germ warfare!) but it was that FREEDOM that turned "training" into "learning" - you didn't have to do it that way. Net was like a sponge - took FORCE to push the knowhow thru it. But that energy, 1) cleaned dirt from the sponge at the same time it 2) ^(paradoxically) freshened the water. I was our way to help people get very good at running bakeries. We made them thirsty (and they came to us wanting that) by making the bakery 100% theirs. Then we put all the freshest knowhow (best people, best practices) easy to get at.

Situ

Right Biz — mission & market
 Right ~~Balance~~ Goals — # goals had target goals. (GHT Norms)
 Right Balance — priorities. (6 fundamentals)
 "Smart"

Why Diagnostic

(w/ 1999? 6000)



Experimentation, Self diagnosis
 Outsider diagnosis
 Networking, role modeling, going to see
 Book learning

How learning happens, from bakery viewpoint.

How info travels

Tavel
 Distance
 Replic
 R&D

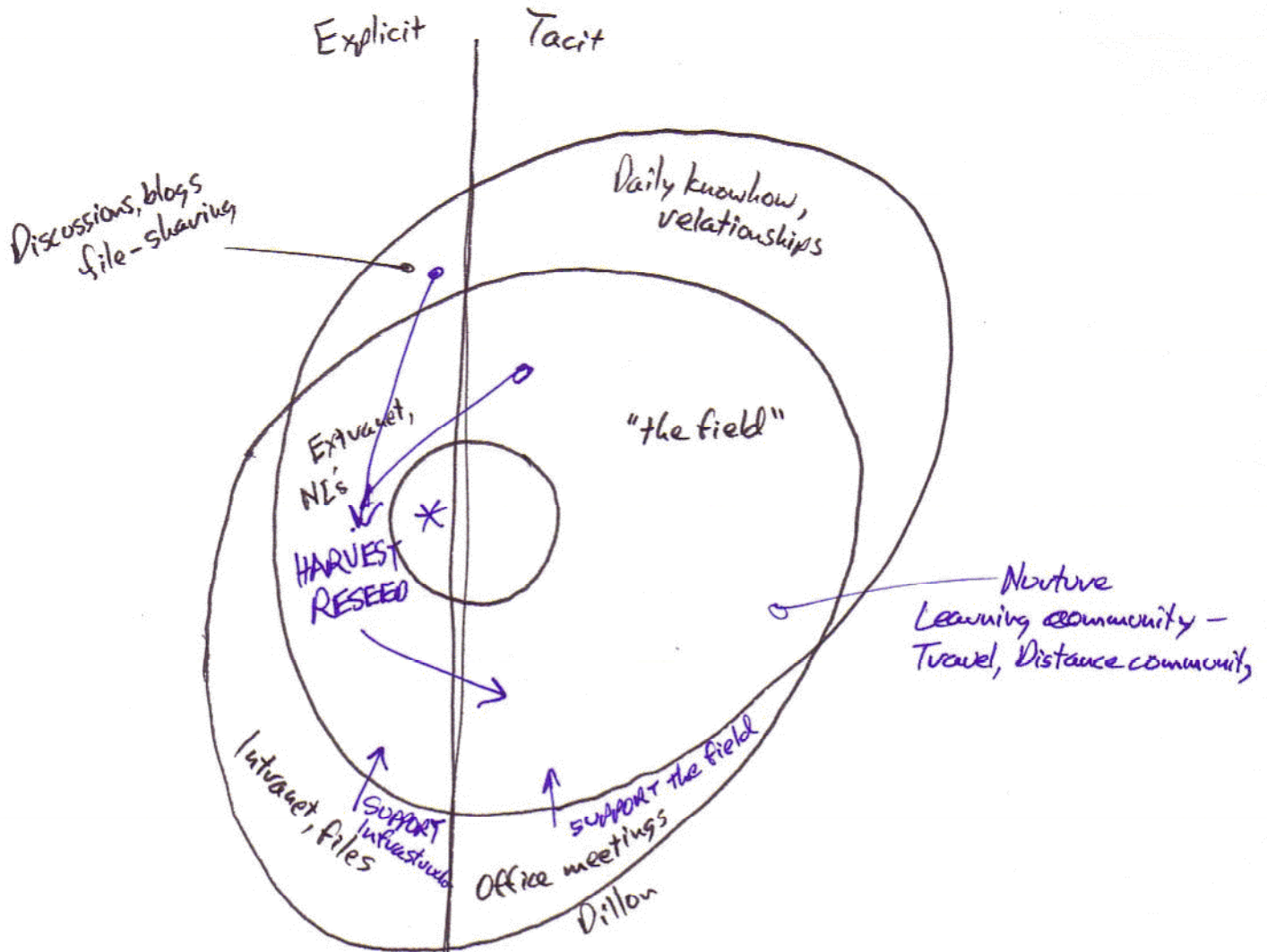
~~Structure~~
 "Metta"

"Mindset"

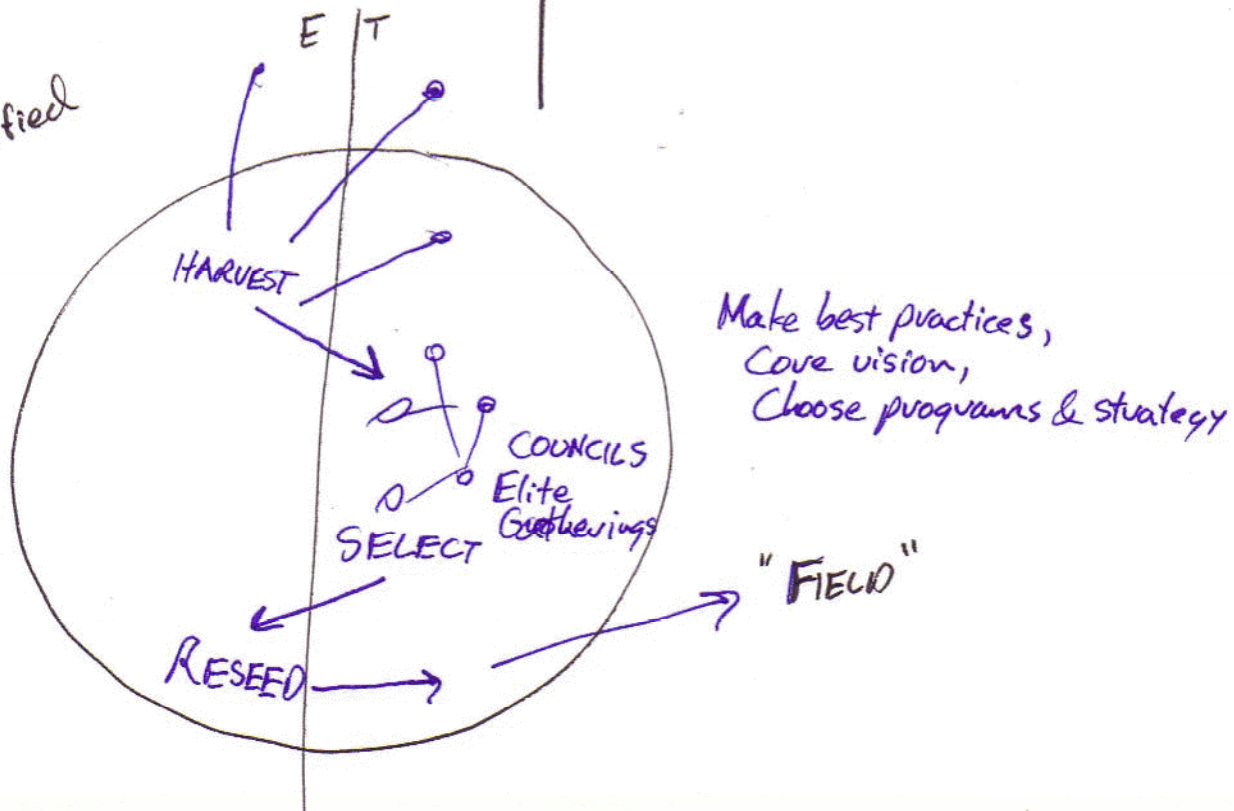
Patricist — asks for diagnosis
 Student — quietly studying
 Tourist — open to other cultures
 Scientist — testing theory with experiment
 Socializer — network with friends

How info is learned

• = Energy applied



* Core magnified



Family meeting

The basic problem-solving process, Decision Process

- State the problem (From P.E.T) no judgement (important how you state it)
- List solutions
- Say Pros & Cons with no judgement
- Reach Consensus (proportional vote)
- Wait... Bugs emerge, it ain't perfect

"TRUST THE PROCESS"
the steps are separate

Seed
Wait, till
Harvest
Select
Reseed

AG

Location Hunting

State the goal - Defined ideal
Messy part - drive all over confused

List of prime candidates - DON'T START PICKING

Formal pros & cons, no judgement

Choose

Go for it.

Wait 5 yrs - did it work?

Re-define the ideal

Note: Keep the steps separate
But - these processes are overlapping constantly

Evolution:

- In goes a bluebird
- Big old habitat, lots of chicks, all versions of the parent
- Out comes several birds. No judgement
- Big spike in fox pop'l
Bad cold snap
Fresh hatch of hard beetles
- Most die, some live
- In goes a smarter, grey-green bluebird

"The professional decision thinker"

(Mapping models over models as a cross check)