Managing change in interfirm networks

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Purpose This paper illustrates the applicability and importance of routine-level analysis to understand change dynamics in complex multi-organisational entities.

Design/methodology/approach The research is based on an inductive case study of a co-located multi-organisational entity, namely a shopping center. Our data consists of semi-structured interviews, analysis of archival documents, as well as data collected from public sources, covering all key actors involved with the centre. We study a selection of routines of these actors, focusing on three critical transformational events in the history of the shopping centre: its opening, expansion and internationalisation.

Findings We highlight the role of routine interactions during changes in the multi-organisational entity. In the shopping centre, the analysis of higher-order routines enabled actors to identify and recognise changes in their operating environment and translate this understanding to a business decision. While some actors were successful in adapting their routines, others were not, and consequently were not able to succeed within the entity.

Practical Implications We argue that by understanding the routines of individual actors, it is possible, for example, for the management of the highler-order entities, to model and predict the effect of potential changes in the operating environment on actors involved with and within the entity.

Originality/value Despite extensive applications of organisational routines, existing literature fails to address routines associated with multi-organisational entities and facilities, and their use in understanding change processes within these contexts. We apply theories and literature on the management of shopping centres, dynamics of multi-organisational entities and organisational routines to create novel contribution to understanding change within multi-organisational complex settings.

Keywords Routines, Multi-organisational entity, Shopping centres, Networks, Market dynamic

Article classification Research Paper

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