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For twenty five years,
the Executive Edge has been a value
added service to encourage our employer and candidate
clients in their Personal & Professional Development.

LEADERSHIP'S LINK TO EMOTIONAL INTELLIGENCE

More than anyone else, the boss creates the conditions that directly determine people's ability to work well.

~ Daniel Goleman, Primal Leadership

Ever wonder why some of the most brilliant, well-educated people aren't promoted, while those with fewer obvious skills climb the professional ladder?

IQ is the intelligence we see above the surface, but is just the tip of the intelligence iceberg. EQ resides beneath the surface and is by far the most significant determinant of leadership success.

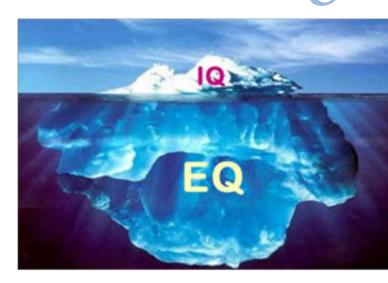
When Emotional Intelligence first emerged in 1995, EI helped explain why people with average IQs outperform those with the highest IQs more than two-thirds of the time.

Intrinsic motivation, employee engagement and job satisfaction are part of EQ.

In the United States, experts had assumed that high IQ was key to high performance. Decades of research now point to EI as the critical factor that separates star performers from the rest of the pack.

People have been talking about EI (also called EQ) ever since psychologist Daniel Goleman published the New York Times bestseller Emotional Intelligence in 1995. Everyone agrees that emotional savvy is vital, but we've generally been unable to harness its power. Many of us lack a full understanding of our emotions, let alone others'. We fail to appreciate how feelings fundamentally influence our everyday lives and careers.

Research by the TalentSmart consulting firm indicates that only 36% of people tested can accurately identify their emotions as they happen. Two-thirds of people are typically controlled by their emotions but remain unskilled at using them beneficially.



The Emotional Brain

The brain's wiring makes us emotional creatures. Our first reaction to any event is always emotional. We have no control over this part of the process. We can, however, control the thoughts that follow an emotion, how we react, and what we say and do.

Your reactions are shaped by your personal history, which includes your experiences in similar situations and your personality style. When you develop your emotional intelligence, you'll learn to spot emotional triggers and practice productive responses.

Defining Emotional Intelligence

EI is your ability to recognize and understand emotions in yourself and others, and your ability to use this awareness to manage your behavior and relationships. It affects how you manage behavior, navigate social complexities and make personal decisions that achieve positive results.

EI is composed of four core skills that are paired under two primary competencies: personal and social.

Emotional IntelligenceWhat I SeeWhat I DoSocial CompetenceSelf-awarenessSelf-managementPersonal CompetenceSocial AwarenessRelationship Management

Personal competence includes self-awareness and self-management skills that focus on your interactions with other people.

- **Self-Awareness** is your ability to perceive your emotions accurately and be aware of them as they happen.
- **Self-Management** is your ability to use awareness of your emotions to be flexible and positively direct your behavior.

• **Relationship Management** is your ability to use awareness of your and others' emotions to manage interactions successfully.

Emotional intelligence taps into a fundamental element of human behavior that is distinct from your intellect. There is no connection between IQ and emotional intelligence. Intelligence is your ability to learn, as well as retrieve and apply knowledge.

Emotional intelligence is a flexible set of skills that can be acquired and improved with practice.

Emotional Intelligence, IQ and Personality Are Different

Social competence is your ability to understand other people's moods, behavior and motives to improve the quality of your relationships.

• **Social Awareness** is your ability to accurately pick up on other people's emotions and understand what's really going on.

While some people are naturally more emotionally intelligent than others, you can develop high emotional intelligence even if you aren't born with it.

Personality is the stable "style" that defines each of us. It's the result of hard-wired preferences, such as the inclination toward introversion or extroversion. IQ, emotional intelligence and personality each cover unique ground and help explain what makes us tick.

Emotional Intelligence and Performance

When we feel good, we work better. Feeling good lubricates mental efficiency, facilitating comprehension and complex decision-making. Upbeat moods help us feel more optimistic about our ability to achieve a goal, enhance creativity and predispose us to being more helpful.

How does emotional intelligence contribute to our professional success?

The higher you climb the corporate ladder and the more people you supervise, the more your EI skills come into play.

TalentSmart tested EI alongside 33 other important workplace skills and found it to be the strongest predictor of performance, responsible for 58% of success across all job types.

Likewise, more than 90% of top performers in leadership positions possessed a high degree of EI. On the flip side, just 20% of poor performers demonstrated high EI.

Your emotional intelligence is the foundation for a host of critical skills, and it impacts most everything you say and do each day. It strongly drives leadership and personal excellence.

EI and Income

You can be a top performer without emotional intelligence, but it's rare. People with a high degree of EI make more money—an average of \$29,000 more per year than those with low EI.

The link between emotional intelligence and earnings is so well founded that every point

increase in EI adds \$1,300 to one's annual salary. These findings hold true for people in all industries, at all levels, in every region of the world.

EI and Leadership

As a leader, you set the emotional tone that others follow. Our brains are hardwired to cue in (both *consciously* and unconsciously) to others' emotional states. This is particularly true for leaders. People want to know how a leader feels and will synchronize with authorities they trust.

The emotional tone that permeates your organization starts with you as a leader, and it depends entirely on your EI. When employees feel upbeat, they'll go the extra mile to please customers. There's a predictable business result: For every 1% improvement in the service climate, there's a 2% increase in revenue.



The table that follows, provided by TalentSmart's Dr. Travis Bradbury, contrasts the behaviors of high-EI vs. low-EI leaders:

LEADERS WITH LOW EI

Sound off even when it won't help

Brush off people when bothered

Deny that emotions impact their thinking

Get defensive when challenged

Focus only on tasks and ignore the person

Are oblivious to unspoken tension

LEADERS WITH HIGH EI

Only speak out when doing so helps the situation

Keep lines of communication open, even when frustrated

Recognize when other people are affecting their emotional state

Are open to feedback

Show others they care about them

Accurately pick up on the room's mood

CEOs Score Low EI

Measures of EI in half a million senior executives, managers and employees across industries, on six continents, reveal some interesting data. Scores climb with titles, from the bottom of the ladder upward toward middle management, where EI peaks. Mid-managers have the highest EI scores in the workforce. After that, EI scores plummet.

Because leaders achieve organizational goals through others, you may assume they have the best people skills. Wrong! CEOs, on average, have the lowest workplace EI scores.

Too many leaders are promoted for their technical knowledge, discrete achievements and seniority, rather than for their skills in managing and influencing others. Once they reach the top, they actually spend less time interacting with staff.

But achieving goals—and high performance—is only part of the formula for leadership success. Great leaders excel at relationship management, influencing people because they're skilled in forming alliances and persuading others.

EI has a direct bearing on corporate reputation. Boards of directors recognize how it affects stock prices, media coverage, public opinion and a leader's viability.



Look at any corporate disaster or scandal. If leaders cannot genuinely express empathy, it's that much harder for them to garner trust and support.

A study by <u>Dr. Fabio Sala</u> demonstrates that senior-level employees are more likely to have inflated views of their EI competencies and less congruence with others' perceptions.

Sala proposes two explanations for these findings:

- 1. It's lonely at the top. Senior executives have fewer opportunities for feedback.
- 2. People are less inclined to give constructive feedback to more senior colleagues.

Nonetheless, EI's effect on business performance and senior employees' grandiosity highlight the need for well-executed performance management systems that measure emotional competencies.

Ethical Failures

The news media have highlighted numerous cases involving failed CEOs derailed by their low EI. Press coverage has prompted boards to become more sensitive to this leadership trait.

You're prone to ethical failures if you overestimate your intelligence and believe you'll never get caught. Arrogance distorts your capacity to read situations accurately.

In a recent <u>Wall Street Journal</u> article, neurosciences journalist Jonah Lehrer discusses the contradiction of power — essentially, how nice people can change when they assume positions of authority.

"People in power tend to reliably overestimate their moral virtue, which leads them to stifle oversight," he writes. "They lobby against regulators, and fill corporate boards with their friends. The end result is sometimes power at its most dangerous."

How to Develop EI

Research by Goleman and other experts supports the view that EI can be learned, and it seems to rise with age and maturity.

In 2005, TalentSmart measured the EI of 3,000 top executives in China. The Chinese leaders scored, on average, 15 points higher than American executives in self-management and relationship management.

To compete globally, the United States must pay attention to emotional competencies.

Developing your EI skills is not something you learn in school or by reading a book. It takes training, practice and reinforcement. The first step is measurement, through behavioral-based interviews and 360-degree feedback. Emotional Intelligence / Emotional Quotient / EQ assessments are a tool in the Enterprise GPS (Global Performance/People System).

Executives with little experience in receiving feedback can find this approach somewhat threatening. Try to conquer your fears, as the process brings needed attention to gaps and development opportunities. It may be best to work with an <u>executive coach</u> who trained in EQ.

Remember: Your emotional state and actions affect how others feel and perform. This trickle-down effect contributes to — or sabotages — your organization's well-being.

HUNT EXECUTIVE SEARCH

ASSESSMENTS & RELATED TOOLS

Emotional Intelligence / Emotional Quotient / EQ

Emotional Quotient (EQ) Assessments



The Foundation of Decision-Making

In the workforce today, businesses are now structured in a way that almost everyone has some level of decision making ability. Whether the decisions are big or small, they have a direct impact on how successful, efficient and effective individuals are on the job.

As a result, it is becoming more and more important for employees to focus on and improve their decision making abilities. This may seem as simple as learning from our mistakes, but it really starts at a much deeper level. Making better decisions starts with understanding your own Emotional Quotient (EQ).

What is Emotional Quotient?

While it is often misunderstood, Emotional Quotient is different from Intelligence Quotient (IQ) because instead of measuring your general intelligence, it measures your emotional intelligence. Emotional Quotient is the ability to sense, understand and effectively apply the power and acumen of emotions to facilitate high levels of collaboration and productivity. In the business environment, Emotional Quotient is important because it helps you leverage your awareness of emotions for effectiveness in the workplace.



Assessing Emotional Quotient

The TTI Emotional Quotient assessment measures an individual's emotional intelligence with an online questionnaire that is immediately analyzed to produce a report with detailed information about the individual's Emotional Quotient score. The higher the score in the report is, the higher the level of emotional intelligence will be. At any level, the Emotional Quotient report will empower individuals to understand their own EQ so they can avoid making high-risk decisions without understanding how their emotions are influencing their choice. Instead they can make educated, sound decisions with their head, instead of just their heart.

The Five Areas of Emotional Quotient

The TTI Emotional Quotient report focuses on five areas within interpersonal and intrapersonal intelligence. Intrapersonal intelligence is the ability to understand oneself, while interpersonal intelligence is the ability to understand others.

Intrapersonal Emotional Quotient

- **Self-Awareness** The ability to recognize and understand your moods, emotions and drives, as well as their effect on others.
- **Self-Regulation** The ability to control or re-direct disruptive impulses and moods and the propensity to suspend judgment and think before acting.
- **Motivation** A passion to work for reasons that go beyond money and status and a propensity to pursue goals with energy and persistence.

Interpersonal Emotional Quotient

- **Social Skills** A proficiency in managing relationships and building networks.
- **Empathy** The ability to understand the emotional makeup of other people.

Applications in Your Business

With TTI Emotional Quotient , you can improve the coaching and development process by giving superior performers the opportunity to truly understand their emotional intelligence. The TTI Emotional Quotient report will help identify ways they can take action to accelerate their Emotional Quotient development and leverage their new knowledge to make better decisions on the job.

