

**Question 24** (8 marks)

TextMore is a global communications business that is facing increased competition. Management has decided to reduce the size of its factory workforce by 25% but also employ more information technology (IT) specialists.

- (a) Identify the TWO human resource processes that will be used in this situation.

- (i) Separation (redundancy of factory workforce)
- (ii) Acquisition (recruitment of IT specialists).<sup>1</sup>

- (b) Explain how TWO human resource strategies could be used to effectively manage downsizing TextMore's factory workforce.

- (i) Adopting a behavioural leadership style - as psychological issues with job security will arise, a behavioural management approach can aid in the process to communicate, motivate, empower and provide a more egalitarian approach during the process.

- ~~strategy~~<sup>(ii)</sup> A performance management system to evaluate factory employee performance and making redundancies based on lower performing employees or failing to meet a certain ~~level~~ level of performance criteria.