IDEA GROUP PUBLISHING



701 E. Chocolate Avenue, Suite 200, Hershey PA 17033-1240, USA Tel: 717/533-8845; Fax 717/533-8661; URL-http://www.idea-group.com ITB9739

Chapter XIII

An Investigation to an Enabling Role of Knowledge Management Between Learning Organization and Organizational Learning

Juin-Cherng Lu Ming Chuan University, Taiwan

Chia-Wen Tsai Ming Chuan University, Taiwan

ABSTRACT

This chapter is an exploratory investigation of the relationship and interaction between the learning organization and organizational learning in terms of an enabling role of knowledge management. In the severe and dynamic business environment, organizations should respond quickly to their rivals and environment by transforming into a learning organization. A learning organization could provoke innovation and learning through its structure, task and process redesigns, and evermore adapt gradually toward the eventual goal of organizational learning. Therefore, the dynamic process between the learning organization and organizational learning is an important issue of current knowledge management and practice — that

This chapter appears in the book, Creating Knowledge Based Organizations, edited by Jatinder N.D. Gupta and Sushil K. Sharma. Copyright © 2004, Idea Group Inc. Copying or distributing in print or electronic forms without written permission of Idea Group Inc. is prohibited.

is, the enabling role of knowledge management could enhance the interaction between learning organization and organizational learning. Furthermore, the authors will explore the relationship and interaction between the learning organization and organizational learning in terms of knowledge management processes in business. Two cases, TSMC and Winbond, the semiconductor and high-tech firms in Taiwan, will be studied to illustrate the findings and insights for the study and the chapter.

INTRODUCTION

Today a "Third Industrial Revolution" is under way; knowledge will replace land and a firm's resources as important asset (Thurow, 1999). Even Drucker (1993) argues that in the new economy, knowledge is not just another resource alongside the traditional factors of production — labor, capital and land — but is the only meaningful resource today. Tangible assets will be decreased or consumed because of use, but intangible assets — knowledge, information and technology will grow through sharing and application. In many industries, firms could sustain their competitive advantage if their abilities for learning and evolution are faster than their competitors. Thus, organizations should learn to survive in the fast-changing and intensely competitive environment, continually redesigning themselves into learning organizations (Daft, 1998).

Knowledge is a limitless resource in the knowledge-based economy, therefore, organizations should learn, store, transfer and apply knowledge to add value or gain competitive advantage (Sveiby, 1997). Knowledge management refers to identifying and leveraging the collective knowledge within the organization to help in competing (von Krogh, 1998). But in a severe and dynamic environment, organizations should respond quickly to their rivals and their environment by transforming into a learning organization, an organic and flexible company, to foster knowledge flow and sharing among the departments and task groups. A learning organization could provoke innovation and learning through its structure, task and process redesigns, and adapt gradually toward the eventual goal of organizational learning. Therefore, the dynamic process between the learning organization and organizational learning is an important issue of current knowledge management and practice — that is, an enabling role of knowledge management could change the interaction between the learning organization and organizational learning. But what is and how does knowledge management play this enabling role? The research question can be depicted as shown in Figure 1.

This study will try to find the relationship and interaction between the learning organization and organizational learning in terms of an enabling role of knowledge management. We hope to provide some new insights for firms as they translate their organizations into learning organizations and implement knowledge management practices to provoke organizational learning.

Copyright © 2004, Idea Group Inc. Copying or distributing in print or electronic forms without written permission of Idea Group Inc. is prohibited.

19 more pages are available in the full version of this document, which may be purchased using the "Add to Cart" button on the publisher's webpage: <u>www.igi-</u> <u>global.com/chapter/investigation-enabling-role-knowledge-</u> management/7219

Related Content

Research Methodology, Questionnaire, Sampling, Data Analysis Techniques (2019). Organizational Culture and Achieving Business Excellence: Emerging Research and Opportunities (pp. 62-70). www.irma-international.org/chapter/research-methodology-questionnaire-sampling-dataanalysis-techniques/230864

Ethics and Education: A Markov Chain Assessment of Civilian Education in Air Force Materiel Command

Matthew C. Ledwith, Ross A. Jackson, Amanda M. Rebouletand Thomas P. Talafuse (2019). *International Journal of Responsible Leadership and Ethical Decision-Making (pp. 25-37).*

www.irma-international.org/article/ethics-and-education/227744

ICT and Web 2.0 Technologies as a Determinant of Business Performance

Tanja Arh, Vlado Dimovskiand Borka Jerman Blažic (2012). *Organizational Learning and Knowledge: Concepts, Methodologies, Tools and Applications (pp. 1042-1060).* www.irma-international.org/chapter/ict-web-technologies-determinant-business/58138

Business Strategy and Automation in Senior Care Franchising

Ye-Sho Chen (2022). *Journal of Business Ecosystems (pp. 1-18).* www.irma-international.org/article/business-strategy-and-automation-in-senior-carefranchising/314227

Engaging Customers and Managing Customer Relationships: Strategies and Initiatives

Pratap Chandra Mandal (2023). *Journal of Business Ecosystems (pp. 1-14).* www.irma-international.org/article/engaging-customers-and-managing-customerrelationships/322405