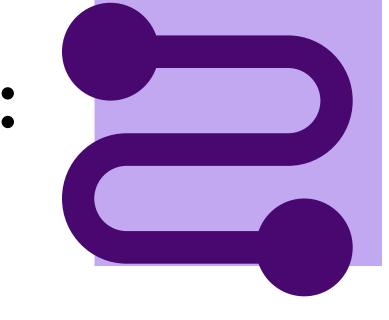
# **WtW** Towers Watson

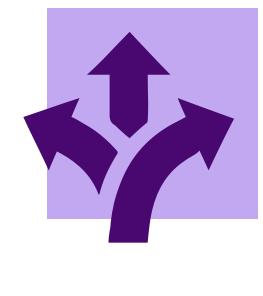
# The Skills Journey: From Exploration to Activation



Insights from WTW's 2025 Skills Survey: From Conception to Currency

Skills are reshaping how talent is attracted,

developed and retained. But most organizations are still early in the journey. Regardless of where your organization stands on skills, a roadmap can lead you from exploration to full activation, learning from leading companies on how to build infrastructure, embed skills into talent decisions and unlock measurable business impact.



**Exploration:** 

Where is your organization on its journey?

# The curiosity phase Skills are on the radar but not yet in motion

Most organizations recognize the importance of skills, but few have taken meaningful steps

Step



to activate them. At this stage, efforts are exploratory — testing use cases, gathering insights and building awareness. Only about **30% of organizations globally** have any form of foundational infrastructure like a skills taxonomy or

tracking process. The opportunity: Strategic tip: Start with high-impact Move from curiosity

# Foundation building:

to capability.

infrastructure matures.

areas and expand as

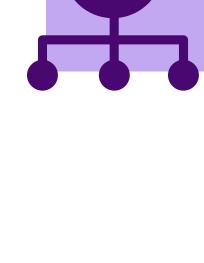
# Laying the groundwork Structure enables scale At this stage, organizations are defining a skills

taxonomy, aligning it with job architecture and establishing processes to track skills by job

and employee.

Step

Those who track skills by job are **2x as likely** to report effectiveness across talent programs than organizations who aren't capturing or tracking skills by job.



### strategic workforce

The opportunity:

Build an infrastructure

that supports fair pay,

internal mobility and

planning. **Activation:** 

**Best practice:** 

Organizations that

connect skills to job

architecture are more

than twice as likely to

use skills effectively across multiple use cases. Step **Turning strategy into action** 

# Organizations are beginning to use skills to inform a wide range of talent decisions across the employee lifecycle.

Supply of skills

Skills start driving real decisions

**Effective** 

Talent acquisition and sourcing 26% **29**%

Learning, development and training 26%

Primary use cases and effectiveness

Performance management

**28**%

**25**%

**Demand of skills** Job evaluation and documentation

Career progression and pathing 24%

Note: "Effective" means it is the primary use case, envisioned to impact people

programs and processes, and reported as effective in using skills to promote them.

23%

24%

21%

21%

We have a skills program and this is the primary use case now

The reality:

Fewer than half of

of these areas.

But about 1 in 5

organizations are

more use cases —

effective across 3 or

organizations are using

skills effectively in any

We have a skills program and this will be a primary use case in the future

The opportunity:

Embed skills into

decision making across

the entire talent lifecycle

and use skills to increase

agility, retention and

productivity.

### showing what's possible when skills are applied

strategically.

as likely to report having significantly higher financial performance

**Optimization:** 

1.7x

as likely to report having higher employee

33% less likely to report having difficulty retaining key talent

# Scaling for impact Use technology to unleash potential

needed to support a skills-based

Step

nearly 3x more likely to have enabling systems

### engine that powers scale — enabling visibility, assessment and

the enterprise.

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Why it matters:

Technology is the

activation of skills across

compensation strategies to reflect the true value of skills.

Effective organizations are that makes skills visible, measurable and

actionable to create a

future-ready workforce

aligned to business goals.

Data and insights reflected in this infographic are based on results from WTW's global "2025 Skills Survey: From Concept to Currency."

# The impact of using skills effectively Organizations that effectively use skills in 3-5 use cases are:

productivity

Organizations at this stage invest in technology and fine-tune Only 1 in 5 organizations use AI to support skills initiatives Only 30% have the technology

environment

Strategic tip: Invest in technology