Take5 for business

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CHRO 2030:
Leading HR into
the future with
confidence

The better the question. The better the answer. The better the world works



Unleashing the future of HR with confidence

The EY CHRO 2030 research outlines transformation of the human resources (HR) executive role in the next five years. These valuable market insights aim to create a more agile, resilient and impactful HR function.

As organizations adapt to changing work dynamics and workforce expectations, HR leaders must redefine their roles beyond traditional boundaries. CHRO 2030 serves as a strategic guide, equipping HR executives with the insights and tools needed to navigate and elevate over the next five years.



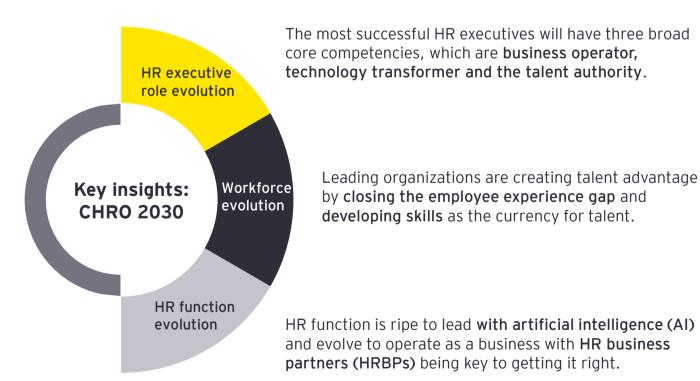
EY's CHRO 2030 charts a bold path for HR leaders, blending insights with action to reshape the future of work and elevate HR as a catalyst for sustainable business transformation.



Low Choy Huat

Malaysia People Consulting Leader;
and Partner,
Ernst & Young Consulting Sdn. Bhd.

Key market insights: CHRO 2030¹



Note: ¹ Based on EY's interview with over 160 company executives across 15 sectors from 26 countries who contributed their views on the HR executive role evolution.

Source: CHRO 2030 Executive Session, April 2025, EY

The importance, urgency and opportunity for strategic HR leadership

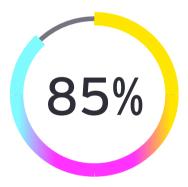
EY teams interviewed over 160 executives from 15 sectors across 26 countries including Malaysia to gather insights on the evolution of the chief human resources officer (CHRO) role.

Our findings reveal a crucial opportunity - as HR gains **strategic importance** and the need for **transformation** grows, HR executives must focus on the right **strategic agenda**, leverage available **technologies** and redefine work and **talent** for their organizations.

HR executives must embrace their role in driving **transformation** while enhancing the **business**, **technology** and **human-centric** skills essential for delivering **value**.

Strategic importance

Strategic HR will continue to be critical to success



say that over the next five years, a strategic HR function will be **critical to business success.**

Transformation urgency

HR will need to accelerate its evolution



say that their HR functions will **need to change** to meet evolving talent and strategic business needs.

Business and talent opportunity

HR builds opportunities with talent advantage



of employers who have a talent advantage today - a mix of programs, technology and culture that deliver better talent.

Sources:

- CHRO 2030 Executive Session, April 2025, EY
- 2024 Work Reimagined Survey, November 2024, EY



HR executives as catalysts of transformation

EY's CHRO 2030 market insights emphasize the need for HR executives to lead as businesses seek greater strategic alignment. This gap presents a critical opportunity for HR executives to drive value by prioritizing strategic agendas, utilizing available technologies and redefining work and talent. To succeed, HR executives must embrace transformation and enhance their business, technology and humanistic capabilities to deliver real business value.

Vision for the high-performing HR executive

1

Be central in enabling transformation

Lead on workforce cost, strategic workforce planning, skilling, structures and succession while prioritizing employee experience.



Operate HR like a business - delivering more value for less cost.

Lead a technology revolution - getting the emerging intersection of people and technology right.

2

Drive transformation that business needs

1 The HR executive role

Lead **redefining jobs and skills** by determining what technology automates, what employees handle and how work is optimally designed.

2 The workforce

Redefine **talent's role and tailor rewards** to effectively attract, engage and retain in-demand skills for the business.

3 The business

Collaborate across the business to unlock value and drive business efficiency or optimization, leveraging technology.

4 The HR function

Accelerate the evolution of the **HR service delivery model** by optimizing the function to support business growth.

Source: CHRO 2030 Executive Session, April 2025, EY



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The CHRO must align people strategy with business goals, leveraging strategic thinking, digital expertise and business acumen for a future-ready workforce.

Malaysia Respondent, CHRO 2030

Adapting to the new realities of workforce

By 2030, the **global talent shortage** is projected to exceed **85 million people**, creating a pressing need for organizations to rethink their **talent strategies** and **workforce management**. The **changing nature of work**, **workforce expectations** and **evolving business needs** are leading organizations in Malaysia to a critical **inflection point** that they will need to navigate.

Organizations in Malaysia are:

1

Reimagining the employee experience to get better talent and business outcomes

Move away from a one-size-fits-all approach to personalized experiences. Organizations should consider the following five dimensions to enhance employee experience.

Evaluate the mix of workplaces, utilization and space design to maximize human connection, culture and location investment.

Deliver tailored change and learning experience using modern behavioral science methods, workforce analytics and consumergrade technology.



Proactive action on workforce planning, hiring and talent management tools to integrate market data for hiring and retention strategy.

Meet employees where they are with use of AI and personalize the role adoption of technologies supporting productivity.

Optimize and segment total rewards to meet the diverse and personalized workforce needs.

Priority based on Malaysia respondents

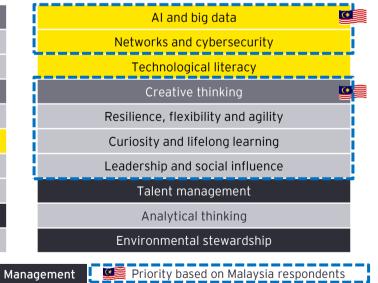
Moving to skills as the currency for talent

Core skills in 2025

Analytical thinking Resilience, flexibility and agility Leadership and social influence Creative thinking Motivation and self-awareness Technological literacy Empathy and active listening Curiosity and lifelong learning Talent management Customer care

Cognitive

Skills on the rise by 2030



Source: The Future of Jobs Report 2025, January 2025, World Economic Forum

Human



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Technology

Problem solving and adaptability will be the most significant skill sets, especially when using AI, you need to adapt and truly understand the problems you need to solve.

Malaysia Respondent, CHRO 2030

HR function must accelerate readiness to drive value

The HR function stands at a critical juncture, requiring a rapid evolution to not only keep pace with emerging demands, but also drive greater value and effectiveness. HR leaders must focus on the following key areas.

The HR function must:



Leverage technology to deliver value

Key technologies that HR can leverage include:



GenAl



Al and machine learning



Advanced analytics and data science



Robotic process automation (RPA)



Virtual and augmented reality (VR/AR)

Elevate HR with GenAI by 2030

Talent acquisition	Learning and	Total rewards	HR operations	Talent	Payroll
Candidate management	Learning Management System (LMS) management	Rewards communications	Communication management	Development planning	Payroll tax filing
Requisitions	Career pathing	Benefits eligibility, onboarding and management	Policy development	Mentor-mentee matching	Payroll analytics and reporting
Preboarding	Training reporting	Aggregate total reward costs and ROI	HR analytics and reporting	Role matching	Payroll processing
Scheduling	Skill gap analysis	Compensation calibration and fairness	Inquiry and case management	Career planning	
Offer management	Training delivery	Pay grade or salary range determination			
Sourcing and screening	Training development	End of year reward admin (e.g., merit, performance, promo pay)			

development

management

Transform HRBP role

	HRBP today	HRBP 2030
Mindset	Quality and detail-orientedRisk-averse	Efficiency-focused, "minimum viable clarity"Risk-tolerant
Skills and capabilities	Digital fluency, experimenting with AIBusiness advisor	 Al and agent collaboration multiple times daily Leadership coach, amplifying performance
Key performance indicators (KPIs)	Stakeholder feedbackTalent attrition role	Decision speed and communications flowTalent development velocity
Strategic talent outcomes	Talent fulfilmentProgrammatic learning and development	Talent densityResilient and agile learning

Source: CHRO 2030 Executive Session, April 2025, EY



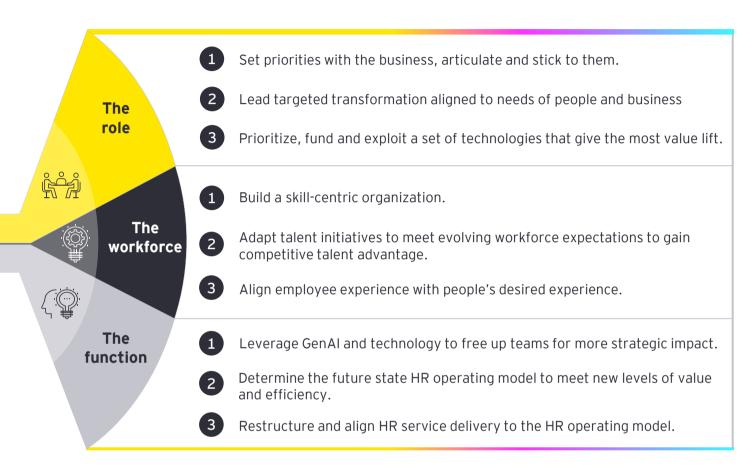
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HR functions will shift to a more tailored, data-driven approach. Roles will demand the ability to interpret diverse data points for decision-making.

Malaysia Respondent, CHRO 2030

The road to success for Malaysia

As we look ahead to 2030, these challenges and opportunities require CHROs to level up their game and embrace a more complex role, build talent advantage with a strong focus on skills and have the HR function evolve to keep up with business demands. For Malaysian HR leaders, the challenge is not just to keep up but to proactively lead and nurture an innovative workplace that unlocks new value.



Source: CHRO 2030 Executive Session, April 2025, EY

Contacts



Dato' Abdul Rauf Rashid Malaysia Managing Partner, Ernst & Young PLT

abdul-rauf.rashid@my.ey.com



Low Choy Huat
Malaysia People Consulting Leader; and
Partner,
Ernst & Young Consulting Sdn. Bhd.

choy-huat.low@my.ey.com



Shankar KanabiranMalaysia Consulting Leader; and
Partner
Ernst & Young Consulting Sdn. Bhd.

shankar.kanabiran@my.ey.com



Ashweeni RamakrishnanDirector, People Consulting,
Ernst & Young Consulting Sdn. Bhd.

ashweeni.ramakrishnan@my.ey.com

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