



# **Institutionalization of Knowledge Management in Sri Lankan Business Entities.**

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I certify that I have read this thesis and that in my opinion it is fully adequate, in scope and in quality, as a thesis for the degree of Master of Science.

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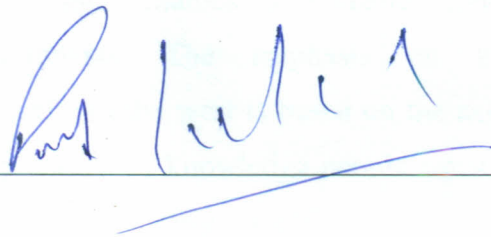
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## Declaration of originality

This is to certify that the work is entirely my own and not of any other person, unless explicitly acknowledged (including citation of published and unpublished sources). This work has not previously been submitted in any form to the Sri Lanka Institute of Information Technology or to any other institution for assessment for any other purpose.

Signed



Date

13 / 12 / 2014

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## **Abstract**

# **Institutionalization of Knowledge Management in Sri Lankan Business Entities**

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The knowledge-based theory of the firm suggests that knowledge is the organizational asset that enables sustainable competitive advantage in competitive environments. The emphasis on knowledge in today's organizations, especially in the west is based on the assumption that barriers to the transfer and replication of knowledge people carry in their heads endow it with strategic importance. Many organizations are developing information systems designed specifically to facilitate the sharing and integration of knowledge. Such systems are referred to as Knowledge Management Systems (KMS). The benefits of KM have been empirically proven in the global business realm. Because the concepts of KMS and institutionalization of knowledge formally are just beginning to appear in Sri Lankan business organizations, little research and field data exists to guide the development and implementation of such systems. Knowledge, to be leveraged as a competitive advantage, has to be instilled or institutionalized in to the culture and work ethic of organizations there is no hard evidence to show that formal institutionalized knowledge management practices or systems exist in Sri Lankan business organizations. However some business entities in the country have proven themselves to be proactive and strategic in their approach and decision making which suggests the existence of practices to make best use of what the organizations "know". This study provides an analysis of the current understanding of knowledge management amongst Sri Lankan businesses, the prevalent practices of knowledge use and the extent of institutionalization of KM through the study of ten high performing organizations.