

OPPORTUNITY DRIVEN CREATIVITY

Agenda:

- **Conception of ideas**
- **Systematical generation of ideas**
- **From idea to business**
- **Cases**

*Nothing in this World is stronger than
an Idea whose Time has come
(Victor Hugo)*

**Victor Hugo tells us, that preconditions define the strength of ideas:
thus, timing is essential – and ideas are the children of their time**

*Example: industrial revolution: everything is subject to mass
production – including sewing – however, the thread messes up
and early sewing machines are unreliable –*

*-- until 1854: Singer files a patent on the needle with the hole in
the pointed end. He overcomes a major technical obstacle to
mechanical sewing, and conquers the market for sewing machines
for several generations.*

Ideas emerge as a logic Consequence of Needs

This axiom explains why good ideas seem to pop up simultaneously – when we are ready for them

Example: The telegraph had been around for some years, when Graham Bell submitted his patent application on the telephone, February 14, 1876 *same day but a little later than Elisha Gray.*

Internet related inventions such as online auctions, matchmaking, dating, telephone, search engines, news streaming, booking, community services, chat fora etc. etc. pop up in less than a decade – all driven by an enabling telecom and IT infrastructure combined – just like the telephone followed as a logic consequence of the telegraph.

It's the Early Bird that catches the Worm

Ideas appear as a logic consequence of need =>

The winner is the inventor and entrepreneur combined, who is capable of perceiving needs and convert them into solutions, and bring them to the market via a competitive business

This statement emphasizes that you do not capture ideas unless you know what to look for – and are looking => "The burning eye for opportunity"

Picking on Opportunity = Identifying pain that can lead to commercially viable products and services, brought to the market by a qualified business

So the equation is:

1. Look for pain
2. Generate a portfolio of pain-killers
3. Set up an appropriate business model
4. Act!

**Generating value-creating products/services that build on real pain is
"OPPORTUNITY-DRIVEN CREATIVITY"**

Elitist View on Creativity:

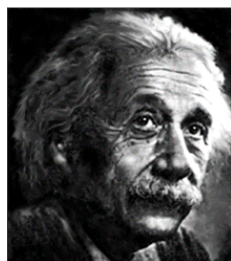
- A rare talent
- Unable to be taught
- Irrelevant to most employees
- An individual process

Developmental View on Creativity:

- Available to all - within the scope of all jobs
- Released through training and development of personal potential
- Encouraged or discouraged within groups according to their climate
- Escapes from personal stuckness

Conceiving Ideas

- Problem is understood =>
- The "Pain" is recognized =>
- Demand is formulated =>
- Solutions occur



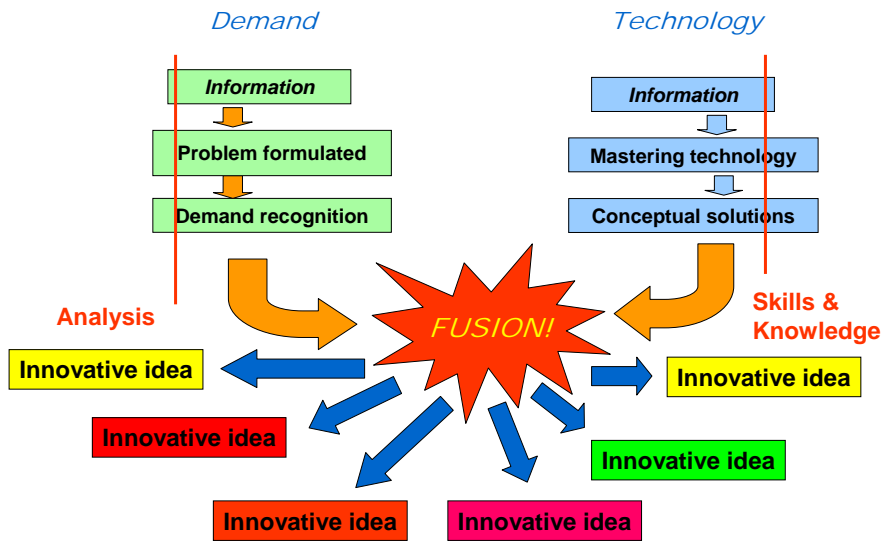
The World will end in One hour. What will you do?

I will spend fifty minutes figuring out what is the problem and ten minutes in solving it

Einstein stresses, that understanding the problem is the hard part!

The Engineering Approach

(Systematic product development)

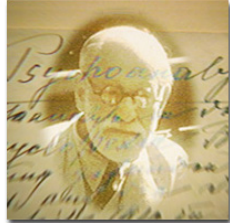


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BREAK



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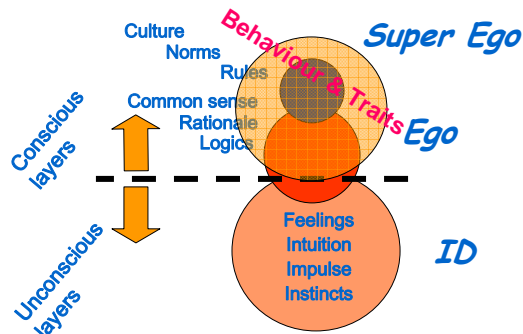


Sigmund Freud 1865 - 1939

Sigmund's Personality Model

Ideas are created when the unconscious layers are provoked by the conscious layers not being able to produce solutions to specific urgent problems.
(Frustration and anxiety prevails)

The unconscious layers return myriads of ideas which are filtered in the boundary layers between the conscious and the unconscious



Freud's major achievement: the existence of and relationship between the conscious and the subconscious layers of the human brain

Points from Freud's Personality Model:

Theorems

- The subconscious layers can be provoked into generating ideas by being fed with problems
- Unconscious material cannot be made available voluntarily
- Ego (rationale) is the Guard Dog

Creativity as related to our objective requires -

- A correct formulation of the problem
- Stimulation (*frustration and stuckness*)
- An open filter (*a receptive ego = apply common sense, logics and rationale - gently*)
- Time

An appropriate filter:

Keep the mesh open: don't kill strange ideas

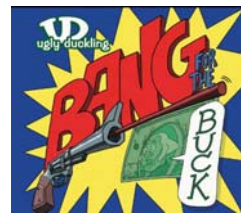
Suitable criteria for filtering, first run:

- There must be a customer with real pain – and money
- Build upon your personal competencies
- Must be interesting: an idea that you are willing to invest your life in.
- Eccentric, funny and crazy - is OK at this point.
The distance between genius and madman is often short

An appropriate filter:

Second run: tighten the knots

- **Many customers**
- **Wealthy customers**
- **A lot of pain**
- **Bang for the Buck = a real pain-killer**
- **Knowledge** (yours and your team's)



Preconditions that spur Creativity:

Personal incentives:

- You desperately want to set up a company
- You want your company to become a success
- Hence you need good business ideas

Urges, feelings and ideas that are tied to anxiety, conflict and pain, and you're completely stuck = everything that drives the ID

Preconditions, creating good Business Ideas

- Domain knowledge
- Business acumen
- Training
- Systematic diligence
- Repetition = production of ideas => more and better ideas

Where do People get Their Ideas?

- **Start a company and see what happens**
The Job-shop
- **Use your eyes and imagination - with a purpose**
Opportunity-driven Inventor
- **Break out – make a spin-out**
Find opportunities in your domain
- **Be disciplined and productive**
One idea per person per day
- **Be a spy**
Build on others' success
- **The top-down approach**
From mega-trends to idea
- **The Forest Gump Approach**
*Be there – be visible – be pro-active
socialize – do good to others -
and leave the rest to LIFE
(Luck is earned, you know)*



My momma always said, "Life was like a box of chocolates. You never know what you're gonna get."

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After that, shrimpin' was easy. And since people still needed them shrimps for shrimp cocktails and barbecues and all. And since we were the only boat left standing, "Bubba-Gump" shrimp's what they got

Though it. Dan did take care of my Bubba-Gump money, he got me invested in some kind of fruit company. And so then I got a call from him saying we don't have to worry about money no more

AGING HIPPIE Hey, man, hey, listen. I was wondering if you might help me, huh? Listen, I'm in the bumper sticker business and I've been trying to think up a good slogan. And since you have been such a big inspiration to the people around here, I thought you might be able to help me jump into...

... Whoa! Man, you just ran through a big pile of dogshit!

Forrest: "It happens"

And some years later I heard that fella did come up with a bumper sticker slogan... A bumper sticker reads "Shit Happens." ...and he make a lot of money off of it.

From Idea to Business I

Get to know the market

Michael Porter's Market Model "version light" is a good entry

- The buyers
 - The suppliers
 - The competitors
- **Competition: what is important?**
 - **Where are your niches**

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From Idea to Business II

What strategies will work for you?

- The sleeping Lion
- Riding the Tiger
- The Trojan Horse
- Let Mr. BIG lead you by the hand
- Numskull Jack (Klods Hans)
- The moving Target
- Need-for-speed
- The Complete Angler:
set up a net and wait for fish

From Idea to Business III

Assessing your business model:

The early indicators of business

- Sparring and consultancy
- Analysis: rough estimates and calculations
- Analysis of market and competitors: use the web
- Experimental work
 - *Technology: a prototype*
 - *Response: invite customers to your lab*
 - *Market: go out there, speak to customers, set up collaborative testing. See how your product really works!*
- Plan how to execute – and do it!
Entrepreneurs are doers - not planners!

Cases 1

Device for sleep apnea diagnosis:

Pain:

Obstructive sleep apnea syndrome (OSAS) is a severe breathing disorder. An estimated 160.000 Danes suffer from OSAS. Presently, ambulant diagnosing of OSAS is not very accurate and is also troublesome for the patient. Hence large additional expenses are added due to re-diagnosis and treatment of healthy patients at hospitals.

Value creation:

We will manufacture and sell an affordable device for ambulant diagnosis of OSAS, able to provide point-of-care parameters of an unprecedented quality to the medical practitioner. This will reduce costs for the hospital by minimizing re-diagnosis and treatment of healthy patients. Furthermore, our method will be more convenient for the patient.

Jury:

Doctors, hospital management and patient associations

Cases 2

Queue Management System

Idea:

A SMS Queue Management System that predicts waiting time and notifies the user using mobile connectivity.

Pain:

The pain seems to be end user's waiting time, but the real pain is with major management queue system companies that fight for market shares in a highly competitive and stagnant market

Value Creation

Introducing our SmsQueue system is expected to increase the sales of ordinary queue management systems by 3%-5% simply because it draws buyers attention and kills the pain for the end users.

Jury:

CEO of management queue system company. Decision maker from authorities. local Authorities, post offices, banks, restaurants, and anywhere needing a queue management system.

Cases 3

Digital audio amplifier

Idea:

A digital audio amplifier for the (semi-)professional audio market with a state of the art electronic design.

Pain:

Today's analog amplifiers for (semi-)professional use are big and heavy and produce a lot of heat. People traveling with their equipment such as DJs and mobile sound crews suffer from back pains and overloaded vehicles and therefore have an interest in keeping the size and the weight at a minimum.

Value creation:

Lighter, smaller and also less heat producing amplifier, which means no fan is needed. All without compromising the sound quality or the power of the amplifier.

Jury:

Primarily DJs and companies renting out audio equipment. Secondly cinemas where the heat production is of interest.

Cases 4

Mobile-free environments

Mobile phones frequently ring at the most awkward moments, embarrassing 3. parties and making owners feel guilty and ashamed. We provide "radio-dead" anechoic environments where mobile phones do not work.

The Pain:

Audience and performers in theaters and cinemas are disturbed by ringing mobiles – and even by people answering or calling from mobiles during a performance. This reduces the experience and creates problems for the organizers, who involuntarily deliver a poorer product.

Value proposition

A guaranty to the audience of full value for the money. A safe environment for absent minded people. A quality stage for actors and musicians. A protection against ruthless mobile phone users. An asset that attracts more audience to theatres and cinemas

Jury:

Cinema-, theater- and opera house management. Artists and their audience as well.

Cases 5

Garbage transportation

Removing urban garbage from deposit locations and load it on trucks is a demanding job, which requires physically fit and strong persons. Sickness absence and early retirement is widespread.

Pain:

Garbage men have to pull many garbage trolleys every single working day. The garbage trolleys easily weigh about 100 kg, and the access roads are bumpy.

Value creation:

A smart hand truck with an electrical motor that helps garbage men to pull heavy loads will create a healthier working environment and thus reduce sick absence and early retirement

Jury:

Garbage collection companies fx: R98 and local companies.
Industrial truck suppliers fx, Jungheinrich..

Cases 6

Tech trans from BYG•DTU

DTU•BYG has developed a new and innovative reinforced concrete, that breaks all barriers for what can be designed within the building industry.

The Pain:

A major barrier for the implementation of the technology is the development and transfer of knowledge on how to apply the technology into a practical context.

Value Creation:

A consulting engineering company (university-owned) provides practical solutions to classical problems in a collaborative effort with big consulting companies and construction companies to catalyze the transformation of the innovation into competitive solutions for building structures.

Jury:

The DTU and the BYG•DTU management, consulting engineering companies, architects, management of construction companies

End of the day

Coming up next:

- Business Planning – Dorte Wiene
- The McKinsey Venture Cup Competition

Meetings: a schedule will be transmitted very soon. Sign up for a 30 min. group meeting on ideas