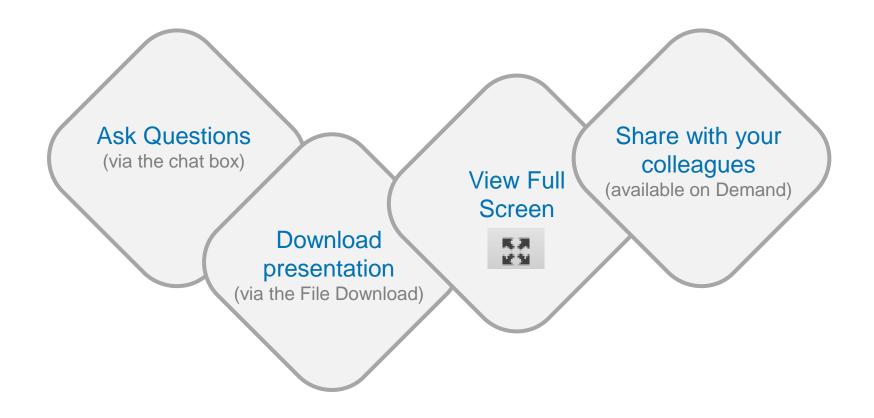


Serial Innovators

Who are they? What makes them stand out? How to manage them, and how to develop more of them - January 14, 2020

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Panelists:



Bruce VojakManaging Director
Breakthrough Innovation Advisors, LLC

Bruce Vojak founded Breakthrough Innovation Advisors, LLC in 2016 to help companies survive and thrive in a volatile, complex and increasingly ambiguous world. As a leading authority on Breakthrough Innovation, he brings a unique and powerful combination of deep and broad expertise, as well as a ... Full Bio



Nancy Dawes

Serial Innovator/Product Brand Creator

Nancy Dawes is a Serial Innovator with roots in the CPG industry. Through her holistic innovation programs, she led major, breakthrough changes in the food (Pringles) and beauty (Olay) industries.

As a budding P&G innovator Nancy reinvented, reframed and tripled the Pringles brand by inn...<u>Full Bio</u>



John Metselaar (Moderator)

Program Director and Senior Fellow The Conference Board

John Metselaar leads Europe's Innovation Council, which is based in Brussels. He also serves as a senior fellow in innovation, leadership, strategy, culture and change, as well as digital transformation.

Metselaar is professor of management practice in "Leading and Living Innovation...<u>Full Bio</u>



Serial Innovators

Who are they? What makes them stand out? How to manage them, and how to develop more of them.

Bruce A. Vojak

Researcher of Serial Innovators

Breakthrough Innovation Advisors, LLC

Nancy C. Dawes

Serial Innovator from P&G

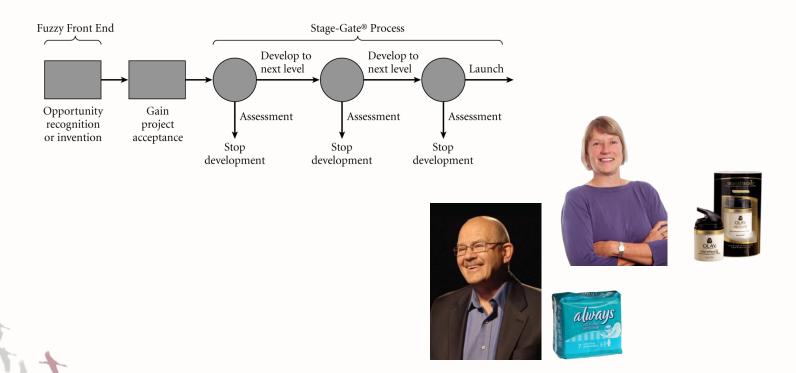
Nancy Dawes Consulting



Objectives

- Compliment the widely-held "Process" view of innovation
- Integrate a "People" view of innovation into your thinking
- Enable more Breakthrough Innovation

SFRIAI INNOVATORS



Outline

- Why Breakthrough Innovation?
- Serial Innovators: Why are they worth it and how do they work?
- Serial Innovators: The Olay story
- Serial Innovators: How to get the most from them
- Summary

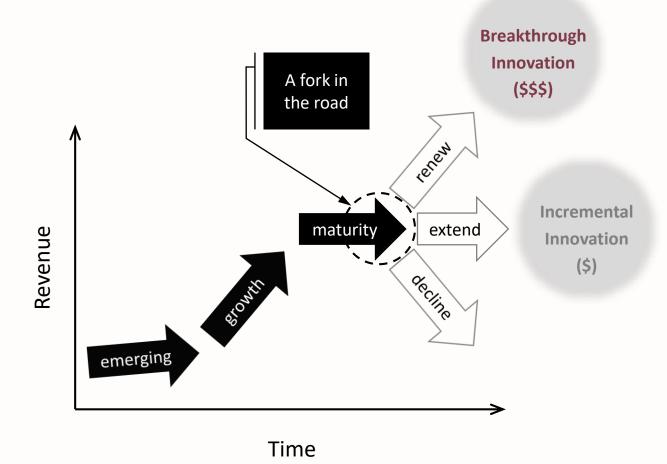


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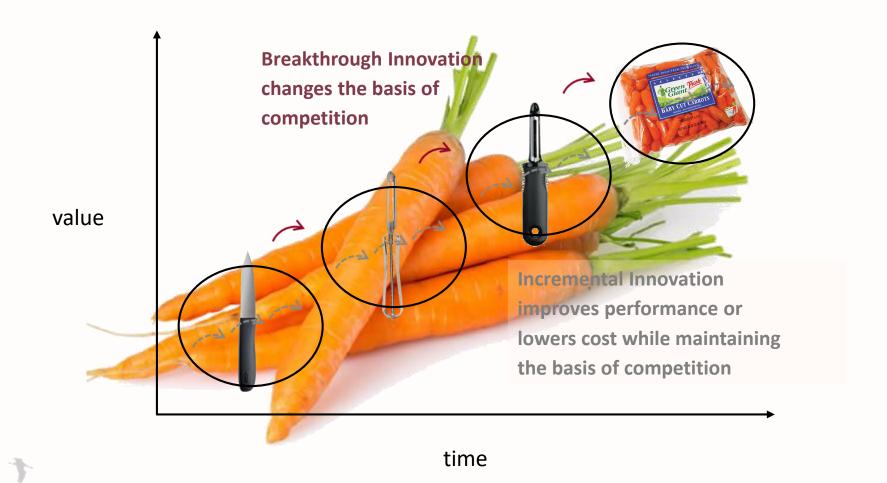


Product or business life cycle

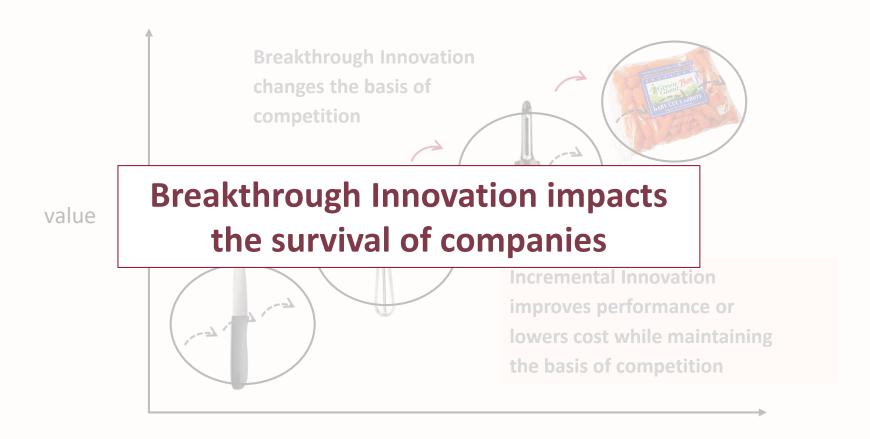




Contrasting opportunities: Incremental and Breakthrough



Contrasting opportunities: Incremental and Breakthrough





time

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A "People" view of innovation

- Observed rare individuals Serial Innovators
 - Significant, repeated breakthrough impact on their companies and industries
 - − ~ 1-in-1,000 in Fortune 50 companies
 - > 100X financial impact
 - "Most important people you never heard of"















A "People" view of innovation

- Observed rare individuals Serial Innovators
 - Significant, repeated breakthrough impact on their companies and industries
 - − ~ 1-in-1,000 in Fortune 50 companies
 - > 100X financial impact
 - "Most important people you never heard of"
- On the order of 175 in-depth interviews; 418 survey responses
- Broad industry coverage
 - Including: aerospace, automotive, computer, consumer products, electronics, engineering services, food products, heavy equipment, materials, medical equipment, and semiconductor



Aren't they just entrepreneurs?

	'Guy' in the garage	'Guy' in a large, mature company		
Insight	Deep, broad, creative	Deep, broad, creative		
Initiative	Make things happen	Make things happen		
Risk	Lose everything	Lose a job		
Funding	Can shop an idea	Captive to the company		
Leverage	VC's network	Your company		
Visibility	Often glamorized	"The most important people		
		you never heard of"		





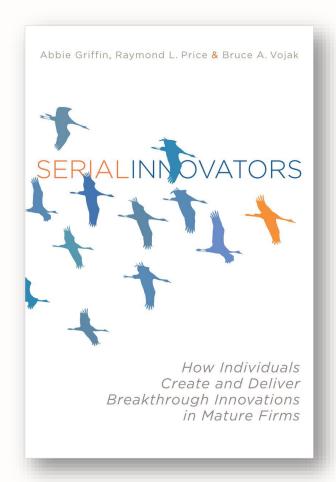






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Arising from this study





Serial Innovators: What makes them stand out?

- How they engage ...
 - Problems
 - Curious, systems thinking, creative
 - Projects
 - Tenacious, see it through to completion
 - Politics
 - Motivated to solve customer problems
 - In business to create value (profit)
 - Accept responsibility to make things happen
 - Willingness and skill to convince others
 - People
 - Value people, see their strengths, enlist their help



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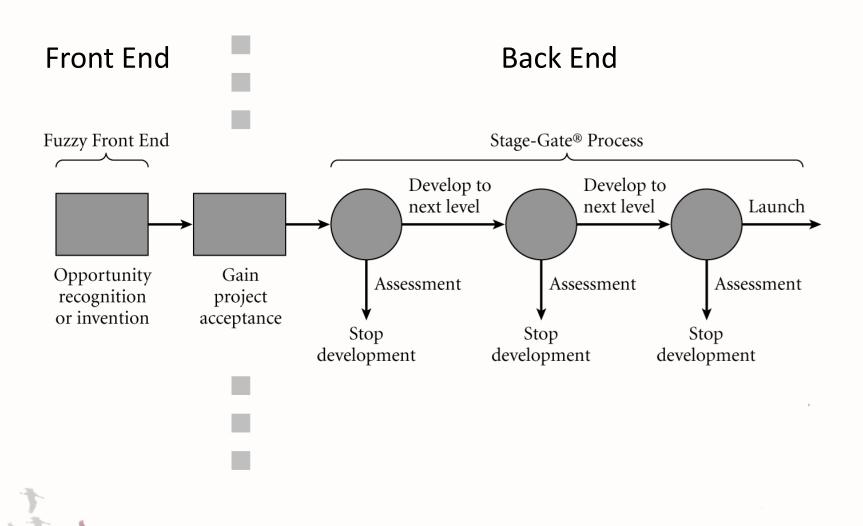
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It's the complete set of characteristics

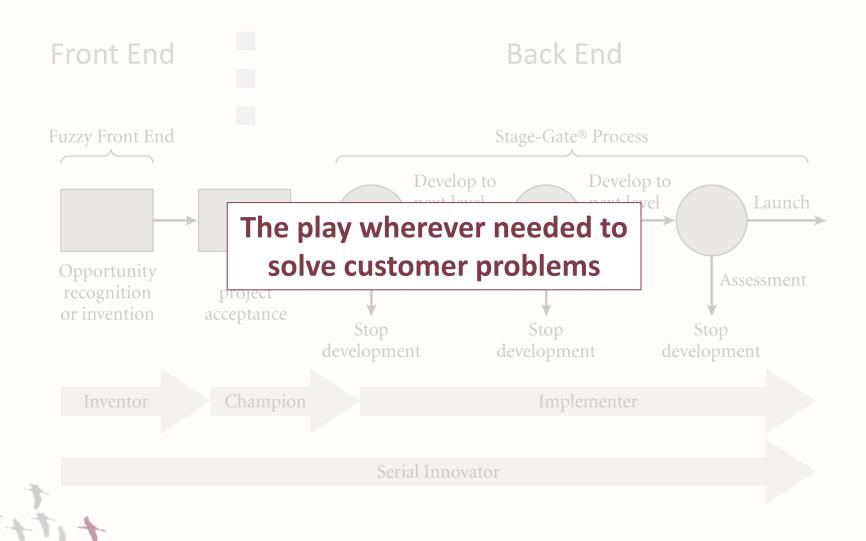
that makes them so

Accept responsibility to makpowerful

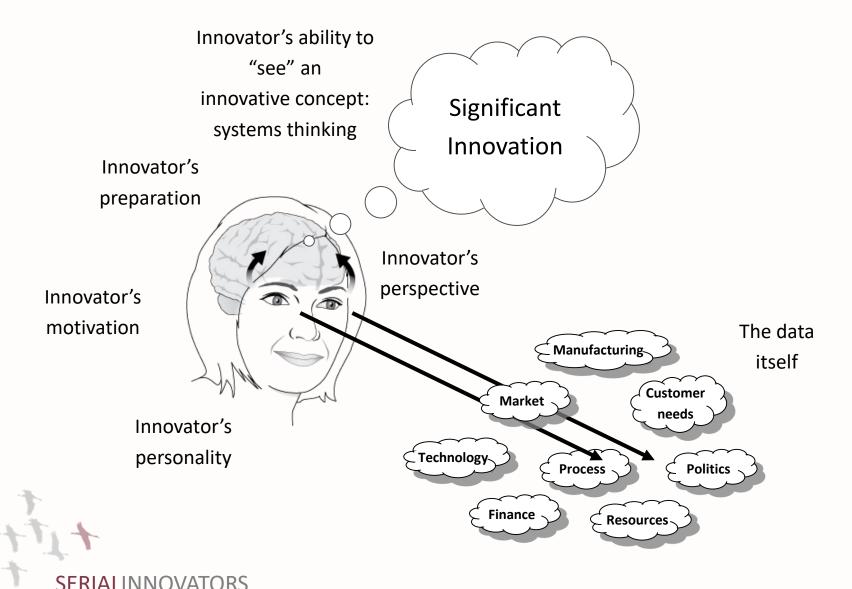
Serial Innovators: Where do they play?



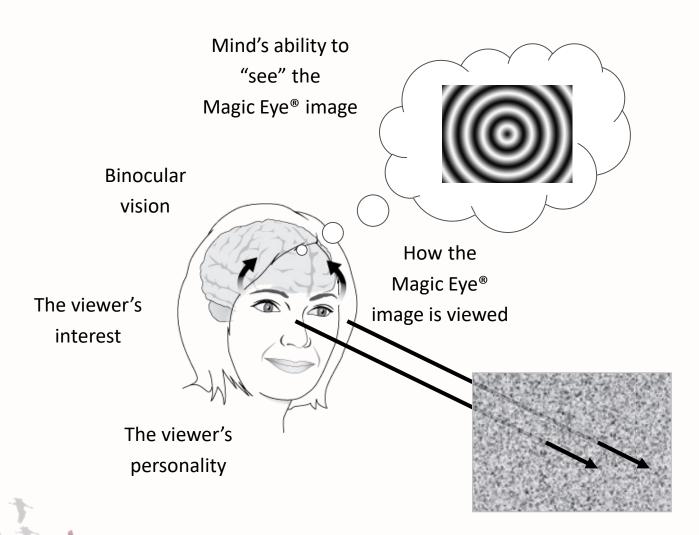
Serial Innovators: Where do they play?



Serial Innovators: How do they think?

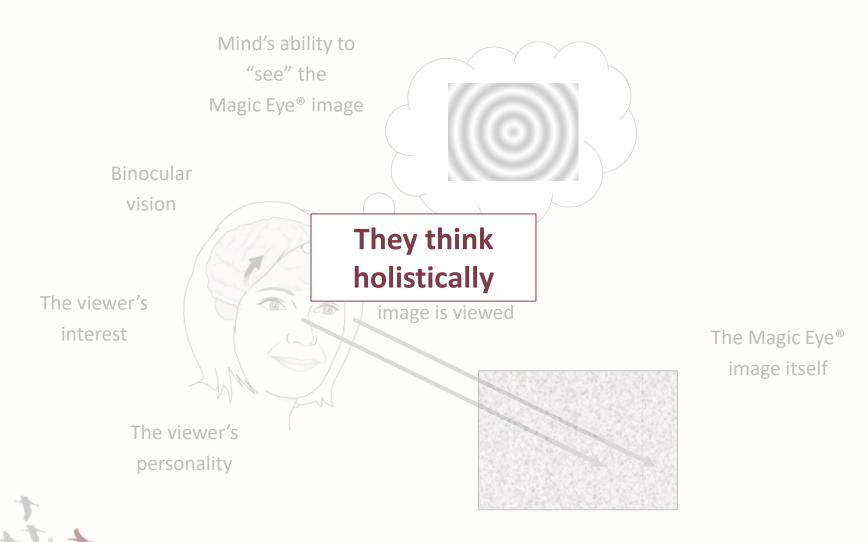


Serial Innovators: How do they think?

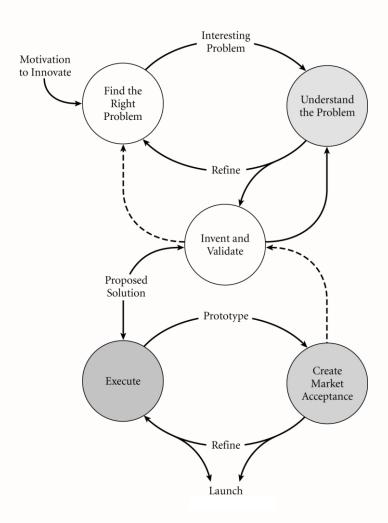


The Magic Eye® image itself

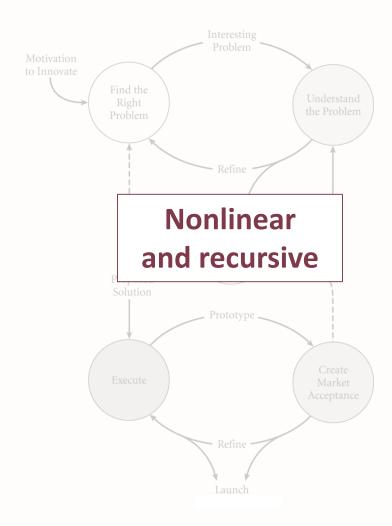
Serial Innovators: How do they think?



Serial Innovators: What path do they travel?



Serial Innovators: What path do they travel?



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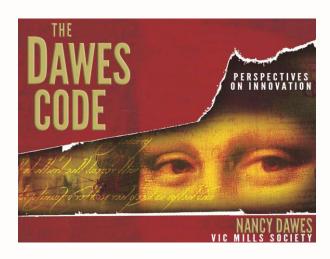


NANCY'S STORY



The Dawes Code: What holistic, nonlinear and recursive "looks like" in real life

- Problem (re-definition): scan and integrate
- Identify and resolve (multiple) paradigms
- Decode the cipher
- Question and Challenge Assumptions
- Create Market Acceptance (from the start)

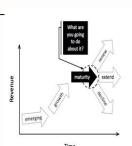




Problem Definition: Scan and integrate

Given Problem: Create a Superior anti-aging facial moisturizer

Olay Brand Decline: 40 share in 1985 17 share in 1995



Alpha-Hydroxy redefining facial skin care (\$12)



Department store brands:

Leading edge
Expensive
Unapproachable
\$30 - \$70



Mass skin care:

NOT leading edge

Affordable

Approachable

\$5-\$9

New problem: Create a Superior **Proposition** (2x price – create "masstige")

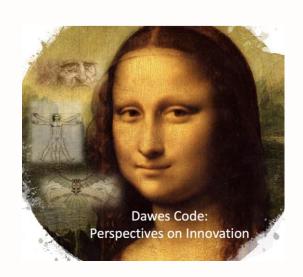
Identify and resolve paradigms

Resolving paradigms => hallmark of innovation



Breakthrough Innovation =>

- Resolve multiple paradigms that interact
- Resolve with "end in mind": market acceptance



Resolve paradigms AND create market acceptance

Creams are efficacious but "heavy"



Lotions are "light duty" but fast absorbing

<u>Package:</u> short and squat = efficacy of a cream; pump = absorbs like a lotion

Viscosity: thick (not runny), but absorbs quickly (new thickener)

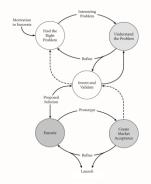




Only launched one form

vs. both a cream and lotion

Reinforced the benefit: One product fights all 7 Signs of Aging





Resolve paradigms AND create market acceptance

Chronic skin changes measured in 3 month-long clinicals



Women decide to repurchase (or not!) in 4-6 weeks

Changes to living skin are "drug", Olay is a cosmetic

Need basis for cosmetic claim support



Insight:
deliver "immediate"
changes to stratum
corneum to complement
long-term clinicallymeasured changes





Decode the cipher - solve another tradeoff

Deliver Visible Results Sooner



• "Every time" vs. "Long Time"



Complementary Mechanism (to chronic)



More even color/tone and texture



"Borrow" from Foundation Makeup (TiO2)

TiO2 diffuses light and "evens/smooths" appearance of facial skin

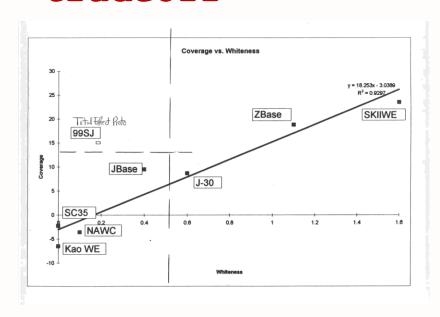


White TiO2 "does not absorb".

Skin care product "must absorb" to work

Skin care is "good for skin"; makeup is "bad for skin"

Decode the cipher - solve another tradeoff



Consumer Use Test
<u>Target Coverage vs. Low Coverage</u>

Technical Coverage: High vs. Low White on Skin: Low vs. None

Product Liking: -s- higher Even Skin's Appearance: -s- higher Absorb Quickly: equal

Usual type of work associated with innovation (patents filed)

Addition of TiO2 was basis for cosmetic claim support

Question and Challenge

Assumptions



The "Given"

Corporate Declaration: no new packages (pumpjar was new)

Internally accepted modeling shows "package doesn't impact consumer liking"

\$20 Price Point Accepted pre-market test (BASES) predicted in-market failure

Consumer

Women who bought skin care at Wal-Mart were different than department-store shoppers

Serial Innovator Action

Proved to myself value of new package

Proved (and re-proved) its value using internally accepted test methods

Lots of discussion/influencing with senior marketing managers

Showed why the BASES data base would not be "relevant" (price points <\$10)

Quantified % of dual-outlet shoppers

Address internal challenge AND Create Market Acceptance

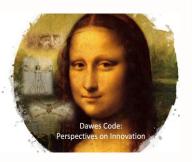
- Place large consumer unbranded use test (our internal "gold standard test")
- Competitors represented prestige price points and competing technologies

Our Product	Estee Lauder Fruition Extra	Estee Lauder Diminish	Lancome Vitabolic	Clinique TurnAround Cream
	\$70/50 ml	\$70/50 ml	\$74/30 ml	\$27/50 ml
VitaNiacin	АНА	Retinol	Vitamin C	ВНА

-s- higher overall liking

-s- higher ratings for all 7 signs of aging





Dawes Innovation Consulting



Create Market Acceptance

"Right now, when you send us any partially used department store cream, we'll replace it with Total Effects 7X.





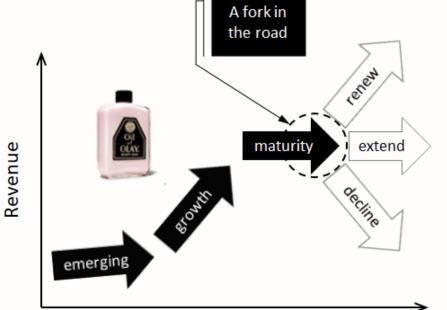
The result

- Total Effects launch in 2000
- Olay is \$1 billion brand in 2003
- Created "masstige" category





ICONIC CONSUMERS' CHOICE WINNERS: Olay Total Effects Anti-Aging Moisturizer SPF 15
Fraerance-free: and Clinique Clarifvins Lotion.

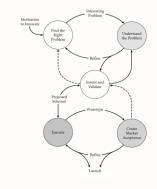


Real Women recognize
Total Effects as an
"Iconic Product"

17 years later

Why "managing" Serial Innovators can be Challenging:

- Re-defining the problem: feels like project "goes backwards"
- ID multiple paradigms: "it complicates the project"
- Holistic integration: often the SI doesn't make the implicit "explicit"
- Challenging "givens": "why are they so combative?"
- Creating market acceptance: "why don't they stay in their box?"





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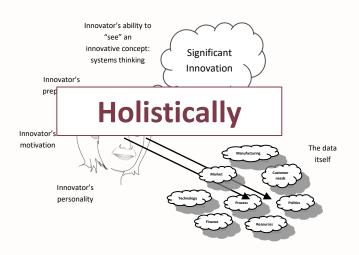


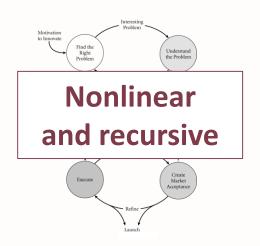
How to get the most from Serial Innovators

Every Serial Innovator will be different, but the pattern is there









How to get the most from Serial Innovators

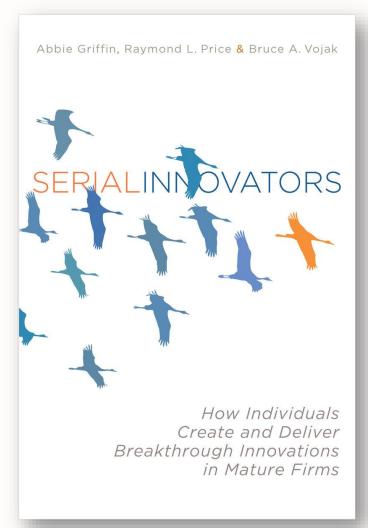
- A "both / and" ... a "people" view of innovation, working within a "process"
- Understand how to develop them
 - Assign challenging problems
 - Get them engaged with customers
 - Encourage them to "sell" ideas internally
- Understand how to retain and get the most from them
 - Engage and guide, not micromanage
 - Unleash, not drive them
- Highly individualized, relational management
- Patience: time and resources
- Accept uncertainty, expect serendipity



Summary

- Breakthrough Innovation is critical to your company's long-term survival
- Serial Innovators are:
 - Rare, real people with special skills and perspectives
 - Key contributors to your company's financial success
- Managing Serial Innovators requires special skill





It is easier, cleaner, but deadly to ignore the potential of Serial Innovators

What are you going to do about it?





Related Peer Networks:

Innovation Council

The European Council on Innovation (formerly the European Council on Research, Development & Innovation) is a network of leaders in the area of technical innovation.

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