Session: Silence the Voice of the Customer (VOC) and Create Breakthrough Products

Presenter: Tony Ulwick

Create Growth Plans @ Work (PowerPoint Slide)

Markets, Strategy, Innovation (PowerPoint Slide)

Innovation

- Most feel companies don't have a common understanding
- ditto for knowing all customer needs

What is a Market? (PowerPoint Slide)

- Depends on what people buy. Needs may still exist as products evolve
 - Ex: Ways to communicate (smoke signals to radios to cell phones)
- What is the job people need done?
 - Analyze the job/process the person is doing, not the product they are using
 - Customer desired outcomes. How to measure success each step along the way.
 (See handout Giving the customer a fair hearing)
 - What is the job customers see failing, cannot do? What are the outcomes?
 - VOC shows that customers may not know their latent needs but know what doesn't work and what falls short
 - VOC enters after a product has been launched/introduced. Also fails to help developing product concepts.
 - VOC is more about product refinement.

Strategy - Needs - Executor - Platform (PowerPoint Slide)

- "when unmet customer needs, what to target and satisfy them"
- Observe getting the job done or ask customer and quantify
- Who is job executor? Which platform?
- Coe competency tie to strategy? Ideally, if you have competency in platform. However, may need to consider how to obtain core competency.
- Define innovation differently
 - Innovation doesn't start with the "idea."
 - Start with the needs and what is unmet, then go to idea step.
 - Validate the idea (using opportunity algorithm see HBR piece) and form product development from here
- Securable market
 - How much would you pay to get the job done perfectly not how much would you pay for this product
 - Willingness to pay more to do the job better
 - Sets the goals, forms pricing and revenue opportunity
 - About 10% improvement in getting job done is the significant threshold of a value product

Q & A Session

Q: What about the unmet need that is before its time?

A:

- Solution may be okay but hard to provide
- Need a minimal satisfaction level to make it viable
- Usability issues are part of achieving success. Should not ignore them. They are real and could be problematic

Q: What about dissatisfaction to feed later success?

A: Possible (see earlier comments on viability issues)

Q: What about answering management demands?

A:

- Market selection. How big/small is the opportunity?
- Drive to reach an emotional level in your product (e.g. Nike)
- Approach doesn't fare well with VC startups which place premium on the idea and the management team
- People will not usually reject good information. Helps aim product managers to prove to their organizations.