# 

# PROBLEM SPACE AND STAKEHOLDER NEEDS EXPLORATION

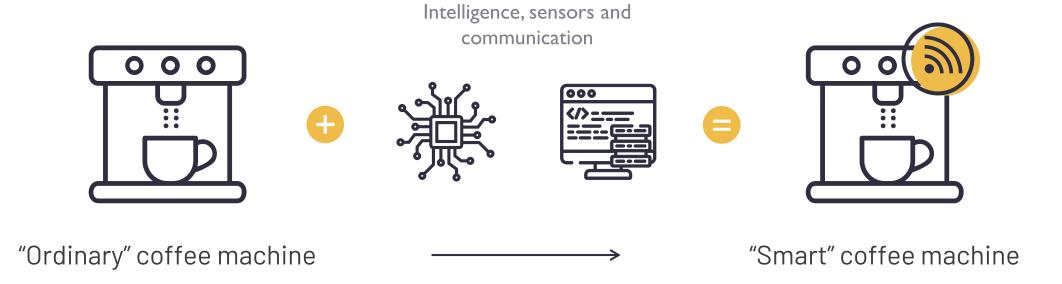
THOMAS DE MEESTER
GEERT WILLEMS
JORIK VAN DEN BOSCH

With support from:



# INNOVATION CHALLENGE

# **SMART COFFEE MACHINE**





# INNOVATION CHALLENGE

# **SMART COFFEE MACHINE**













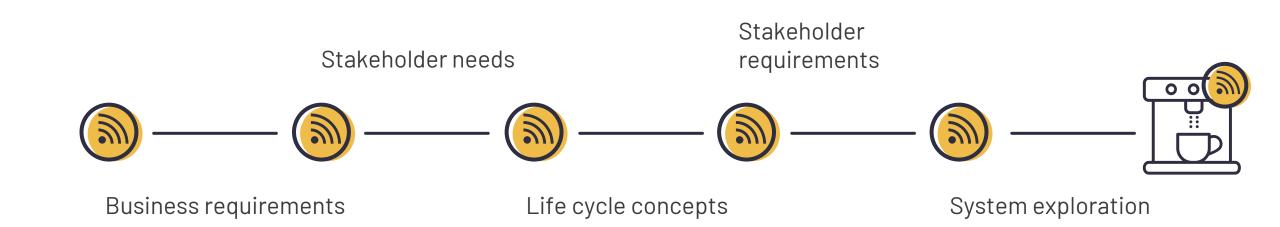
# "Ordinary" coffee machine

- Competences
- Customers
- Suppliers
- Partners
- Business Model

# "Smart" coffee machine

- New Competences
- New Stakeholders
- New Suppliers
- New Partners
- New Business Model

Intelligence, sensors and communication





# Validated concept = create the whole story

- Identify stakeholders / customer and characterize the stakeholder needs
- Company fit and business model
- Define the mandatory capabilities and characteristics of solution(s)
- Technology, supply chain and enabling systems
- Scenarios for solution options (throughout the product life cycle)

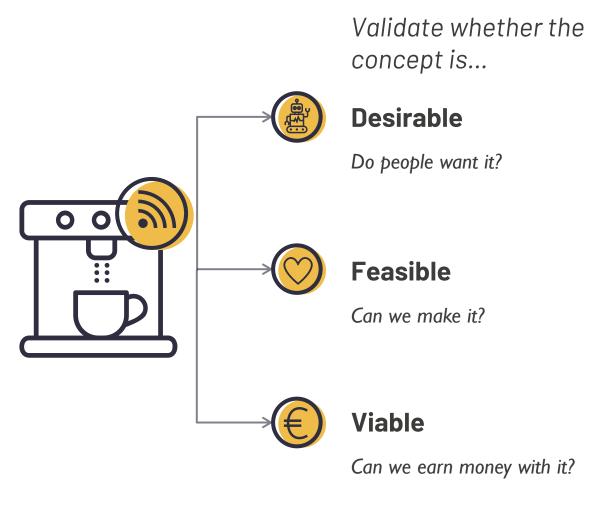
Stakeholder Stakeholder needs requirements

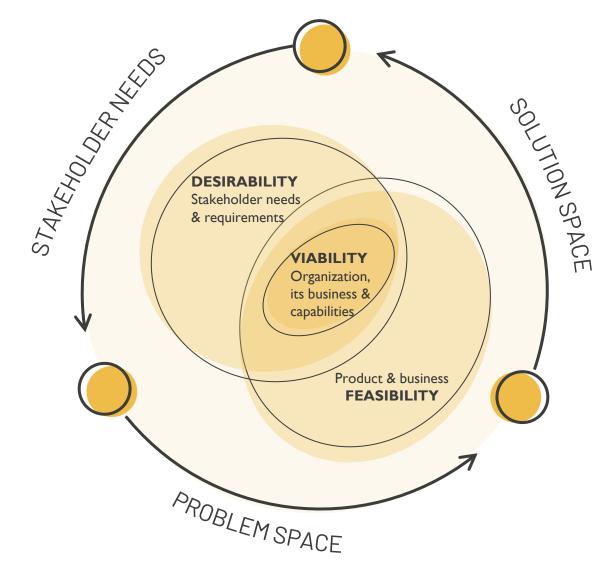
Business requirements

Life cycle concepts

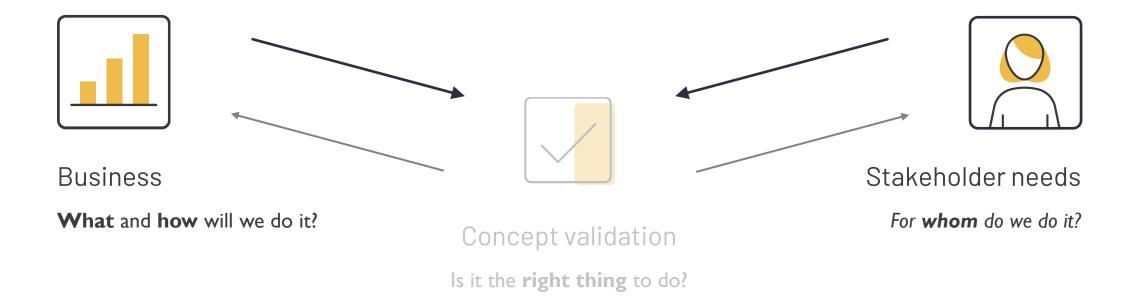
System exploration













Analyze and define the problem / opportunity space

→ Characteristics & boundaries of the solution space

Organisation

Ecosystem

Context

Analysis of all relevant trade space factors



Business requirements

Life cycle concepts

System exploration













Stakeholder needs



Stakeholder requirements







Business requirements

Life cycle concepts

System exploration

# BUSINESS REQUIREMENTS ORGANIZATION



# Company mission

The company's reason for doing business, its objectives and the way to achieve them.

# Company vision

A vision describes the (desired) future position of the company, its ambition.

# Strategy

Strategy is making choices between a number of feasible options to have "the best odds at succeeding".

Innovation is one of the means to achieve your strategic goals.



# BUSINESS REQUIREMENTS ORGANIZATION





## Company mission

We want each household and small company to experience quality and sustainable coffee.

# Company vision

Luxery brand with focus on sustainability and local impact.

# Strategy

Local production in Belgium with recycled durable materials. Focus on value adding services to improve experience and create new revenue streams.

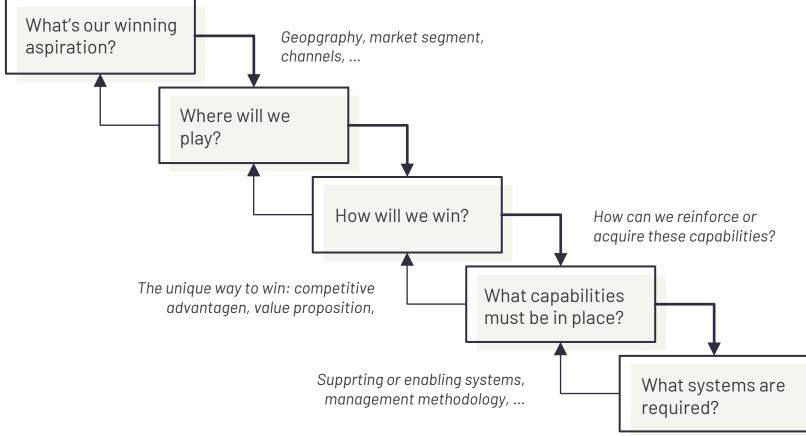


# **ORGANIZATION**

# Mission, vision and strategy

#### STRATEGY CHOICE CASCADE

An exercise that consists of five steps that help develop and implement a sustainable strategy





# BUSINESS REQUIREMENTS ORGANIZATION





## **Improvements**

- Performance
- Lack of existing systems in portfolio
- Security or safetey
- Cost / efficiency
- User satisfaction



# Concept of operation

Preliminary scenarios or use

#### cases

- Usage / operations
- Production / deployment
- Support / retirement
- Business strategy / model

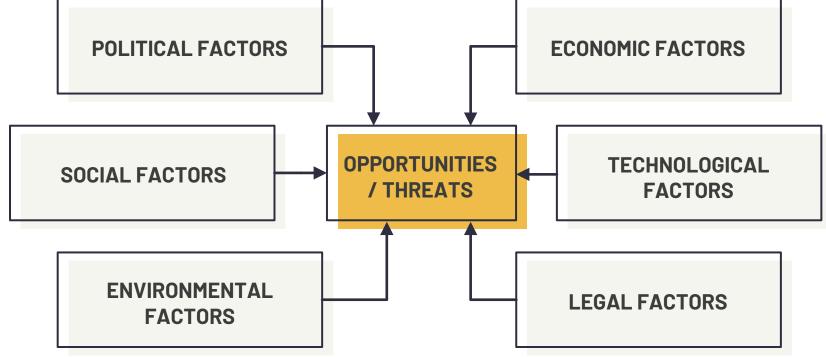


ECOSYSTEM & CONTEXT (MACRO-LEVEL)



#### **WHAT**

PESTEL is a situational analysis to assess the Political, Economic, Social, Technological, Environmental and Legal factors affecting an organization.



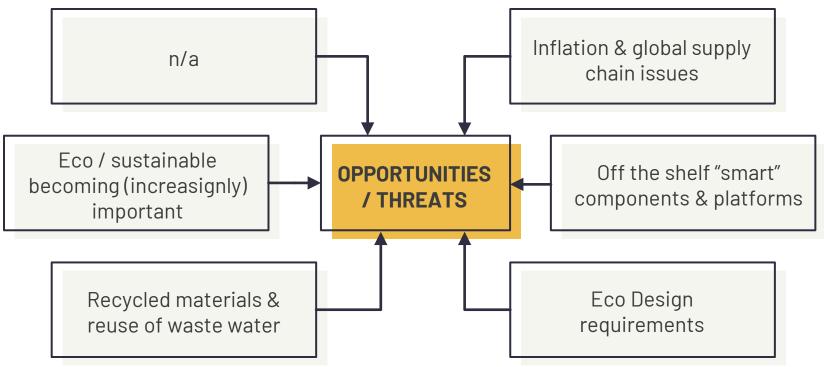
# **ECOSYSTEM & CONTEXT (MACRO-LEVEL)**



#### **WHAT**

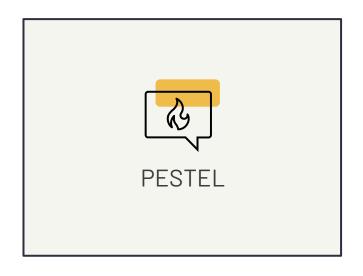
PESTEL is a situational analysis to assess the Political, Economic, Social, Technological, Environmental and Legal factors affecting an organization.







# ECOSYSTEM & CONTEXT (MACRO-LEVEL)



#### **WHAT**

PESTEL is an analysis to assess the Political, Economic, Social, Technological, Environmental and Legal factors affecting an organization.

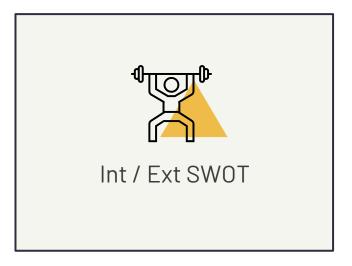
## **TECHNIQUES**

Patent (IP) analysis e.g. <u>patent inspiration</u>	Keep an overview of IP submissions / rights and tech trends as well as relevant market trends.
<u>Literature review</u>	Research PESTEL trends via desk research of academic / scientific articles
Digital trends	Imec.Digimeter, Al-Barometer, Gartner



# INTERNAL

# BUSINESS REQUIREMENTS ORGANIZATION & ECOSYSTEM



#### **WHAT**

A situational assessment used for evaluation or decision. It can be used for various purposes (e.g. competition analysis, strategy analysis, project analysis, ...)

#### **STRENGTHS**

- Things your do well
- Competitive advantage
- Capabilities / competences
- Tangible assets

#### **WEAKNESSES**

- Things you lack
- Things competition does better than you
- Resource limitations

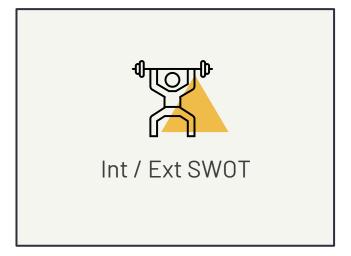
#### **OPPORTUNITIES**

- Market related (e.g. few competitors, underserved market)
- Positive trends, evolutions, ...
- What strength can become

#### **THREATS**

- Obstacles
- Competition related
- Changing trends, regulations, ..
- Changing customer attitudes

# **ECOSYSTEM**



#### **WHAT**

A situational assessment used for evaluation or decision. It can be used for various purposes (e.g. competition analysis, strategy analysis, project analysis, ...)

#### **STRENGTHS**

- Local production
- Easy to use and tasty coffee
- Durable and low maintainance cost
- Modern, stylish design

#### **WEAKNESSES**

- Higher production costs (BE)
- Niche segment (ecological minded)
- Brand is still 'unknown'

# INTERNAL

### **THREATS**

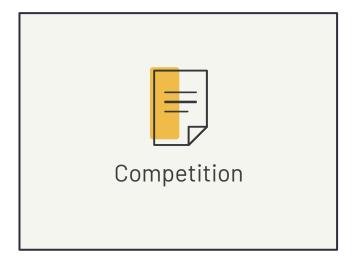
- "Regular coffee" is still prefered
- Competition is entering market
- Increasing production costs (inflation, components, ...)

EXTERNAL

#### **OPPORTUNITIES**

- Market segment growing, increased awareness for local products
- Technology → offer value adding services
- Increase awareness via (social) media

# **ECOSYSTEM**



### **WHAT**

Solutions and competitors are there? What direction is the market / tech moving?

# **TECHNIQUES**

Patent (IP) analysis e.g. <u>patent inspiration</u>	Use patent analysis to identify competitors
Desk research	Use online search engines to identify competitors
<u>Strategy Canvas</u>	A tool that compares key factors of a product with competitors
Competitive Analysis Framework	A tool that helps to conduct a competitive analysis.
Perceptual mapping	Visual representation in which a product stands among competitors
Strategic Group Analysis	Framework that helps examining the competitve environment

# **ECOSYSTEM**



#### **WHAT**

Estimate the market size to get an idea on the number of potential buyers of a product or service in a given market.

## **TECHNIQUES**

TAM SAM SOM	Use the TAM, SAM, SOM principle to estimate the market size
Desk research	Use online search engines to find (historic, macroeconomic) data on market size
Own sales	Use data from earlier selling efforts to estimate market size
Surveys	Create questionaires to deduct willingness to pay for a certain product to estimate the market size.



# **ECOSYSTEM**



#### **WHAT**

Estimate the market size to get an idea on the number of potential buyers of a product or service in a given market.

TAM

SAM

SOM

# Total Addressable Market

Total Market for your product

# Serviceable Obtainable Market

Percentage of SAM you can realistically capture

# Serviceable Available Market

Portion of the market you can acquire based on your business model / targets



# STAKEHOLDER IDENTIFICATION





#### WHAT

Estimate the market size to get an idea on the number of potential buyers of a product or service in a given market.



Coffee machines sold worldwide

## Serviceable Obtainable Market

Coffee machines sold in Flanders to companies that want to reduce time

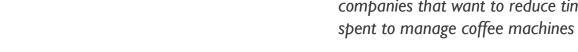
58 milion

150 k

20 k

### Serviceable Available Market

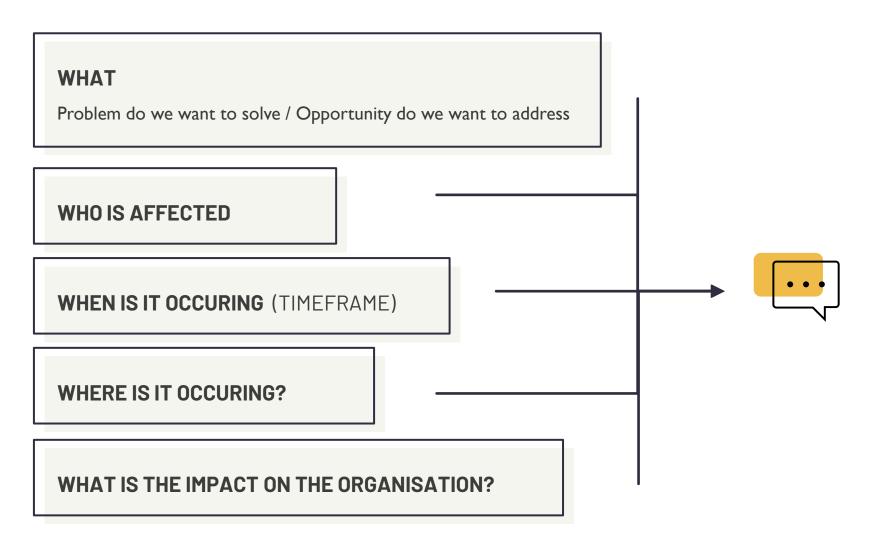
Coffee machines sold in Flanders to companies





# BUSINESS REQUIREMENTS ORGANIZATION





# **ORGANIZATION**





#### **SMART COFFEE MACHINE**



We want to improve the coffee experience for active professionals in a work context by adding technology to create new value adding services.



**WHAT**: improve the coffee experience by adding technology

WHO: active professional

WHERE & WHEN: work context

**IMPACT**: new value adding services might lead to new

revenue streams.







Stakeholder identification



Operational Concepts



Innovatrix



Eliciting stakeholder needs



Needs prioritization

Stakeholder needs















Business requirements

Life cycle concepts

System exploration



# **BUSINESS REQUIREMENTS**

Business requirements phase

Project scope and objectives

Describes why the organization is undertaking the project.

They state the "space" in which a solution can be searched.

Stakeholder needs

Analyses who is involved in the solution space and what their expectations are. The stakeholder needs analysis serves as primary input to create the right product.



We want to improve the coffee experience for active professionals in a work context by adding technology to create new value adding services



# **BUSINESS REQUIREMENTS**

Business requirements phase

Project scope and objectives

Describes why the organization is undertaking the project.

They state the "space" in which a solution can be searched.

Stakeholder needs

Analyses who is involved in the solution space and what their expectations are. The stakeholder needs analysis serves as primary input to create the right product.



Stakeholder identification



Context of use



Concept of use



Constraints



Stakeholder needs



Requirements



## STAKEHOLDER IDENTIFICATION

# Stakeholder identification

#### **WHAT**

Identify which persons or organizations are affected or interested in the product



Internally (organization)



Ecosystem (suppliers, partners, ...)



Customers, users, system owners



Society, environment

The goal is to get every stakeholder's point of view for every life cycle stage.



# STAKEHOLDER NEEDS STAKEHOLDER IDENTIFICATION

# WHAT

Identify which persons or organizations are affected or interested in the product



Stakeholder identification

## **TECHNIQUES**

Priority: Influence-interest matrix	Prioritize each stakeholder by the power that they have over the project and their level of interest in it
Stakeholder map / Perceptual map	A visual exercise to represent all the stakeholder, aimed at clarifying roles and relationships.
Relationship diagram	A visual exercise to map different stakeholders and their relation to the project
Topical list (role in PLC, involvement, power,)	A topical list can add structure and provide a clear overview about the nature and role of each stakeholder and when they are involved.
Stakeholder personas	A fictional profile that represent a group of people that share characteristics in relation to your project.
Segmentation 29	Divide stakeholders into groups that share similar characteristics to relate (better) to each segment.



# STAKEHOLDER IDENTIFICATION



#### PRIORITY: INFLUENCE - INTEREST MATRIX



identification

NFLUENCE

#### **KEEP SATISFIED**

- User
- Customer (office manager)
- Regulator

#### **MANAGE CLOSELY**

- Project Steering Committee
- Management

#### **MONITOR**

- Partner (maintenance)
- Marketing department

#### **KEEP INFORMED**

- Suppliers
- R&D department
- Production
- Sales

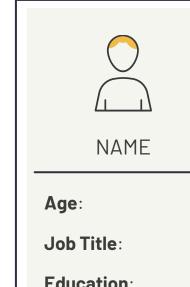
**POWER** 



# STAKEHOLDER IDENTIFICATION

#### **STAKEHOLDER PERSONAS**





Location:

Interests: Preferences that influence a certain decision Challenges: Education:

What do they struggle with achieving their goals?

Goals: Needs: Task that needs What functionality is to be completed needed? Desired result Pain points: What is frustrating / lacking?

# STAKEHOLDER IDENTIFICATION



#### **STAKEHOLDER PERSONAS**





Elisa

**Age**: 35

Job Title: Office

manager

Education:

University

**Location**: Antwerp,

ΒE

#### Interests:

Novel technology Sustainability

#### Goals:

Maintain coffee machine Colleague coffee break satisfaction

#### Needs:

Warning when maintenance is needed

#### Challenges:

Spends a lot of time in managing coffee machine errors and faillures

#### Pain points:

No warning when machine is broke Frustrated colleagues



## STAKEHOLDER IDENTIFICATION

#### **SEGMENTATION**



Stakeholder identification

#### DEMOGRAPHIC



Gender

Religion, ethnicity

Age

Family structure

#### B<sub>2</sub>B

Industry

Company size / type

Revenue

#### GEOGRAPHIC



Country

Language

Region, city

Climate

#### **BEHAVIORAL**



**Habbits** 

Loyalty

Preferences

Interests

#### B<sub>2</sub>B

Engagement

Purchasing volume

Loyalty

#### **PSYCHOGRAPHIC**



Lifestyle

Social status

Activities

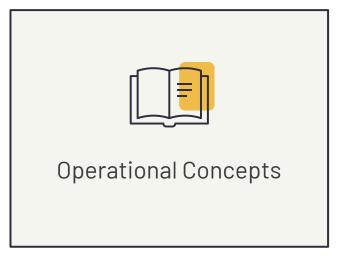
Personality

#### B<sub>2</sub>B

Company culture or values



# LIFE CYCLE CONCEPTS



#### **WHAT**

Scenarios of product life cycle concepts describing how the system functions and how actors interact with it



THE PERSON(S) INTERACTING (WHO)



**CONTEXT OF USE (WHERE & WHEN)** 



**CONCEPT OF USE (HOW & WHY)** 



**GOAL** (RESULT)



# LIFE CYCLE CONCEPTS



#### **WHAT**

Scenarios of product life cycle concepts describing how the system functions and how actors interact with it



Operational Concepts





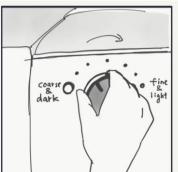


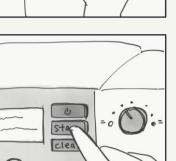
















# STAKEHOLDER NEEDS LIFE CYCLE CONCEPTS



#### **WHAT**

Scenarios of product life cycle concepts describing how the system functions and how actors interact with it

## **TECHNIQUES** (BRAINSTORMING)

Brainstorming	A technique employed to generate creative, or "out- of-the-box," ideas through collaboration.
Reverse thinking	A problem-solving technique where the problem is turned upside down to invoke alternative ideas
<u>Serious play</u>	A problem-solving exercise in which participants are led through a series of questions, diving deeper and deeper in the subject
<u>SCAMPER</u>	Substitute / combine / adjust / modify / put to another use / eliminate / reverse or rearrange
<u>Journey mapping</u>	A map that depicts the user's behavior and underlying motivation to accomplish a goal
Design Thinking 36	A problem-solving approach which has the intention to improve products by emphazising with the user



## STAKEHOLDER NEEDS LIFE CYCLE CONCEPTS



#### **WHAT**

Scenarios of product life cycle concepts describing how the system functions and how actors interact with it

#### **TECHNIQUES** (SPECIFICATION)

Storytelling	Describe the product life cycle concept via a story.
<u>Use case diagram</u>	As a graphical representation that describe ste of user's possible interactions with a system or of a business process.
Storyboarding	A visual exercise that shows the user's interaction with a product via sketches or stories



## STAKEHOLDER NEEDS LIFE CYCLE CONCEPTS



#### **WHAT**

<u>Imec's innovation canvas</u> that helps to gather and validate your most critical innovation assumptions.

Customer Segment

Needs

Current practices

Value proposition

Solution

Key Partners

Value Capture

Barriers

Reason from your most important stakeholder segments

Map your innovation's assumptions under each of the criteria

Identify your critical assumptions and (in)validate them step by step



## STAKEHOLDER NEEDS CONSTRAINTS & NEEDS



Eliciting stakeholder needs

#### **WHAT**

Capture stakeholder needs (& barriers) by directly interacting with the stakeholder, identificying implicit stakeholder needs based on domain knowledge, context understanding or documented gaps from previous activities.

#### SOME KEY QUESTIONS TO BE ANSWERED

- What are the main challenges for the stakeholder?
- What are the challenges related to this subject?
- What are pains & needs?
- How is the stakeholder dealing with this problem today?
- What would add / reduce the value?
- What are constraints?
- What would be the impact on the organization?



## **CONSTRAINTS & NEEDS**



Eliciting stakeholder needs

#### **WHAT**

Capture stakeholder needs (& barriers) by directly interacting with the stakeholder, identificying implicit stakeholder needs based on domain knowledge, context understanding or documented gaps from previous activities.

#### **TECHNIQUES** (EXPLICIT)

Interviews	Structured conversations with stakeholders
Contextual inquiry / Observation	Watch stakeholders in a real life environment to understand the context-of-use
Focus groups	A semi-structured group interview involving stakeholder that share common characteristics
Surveys	A method for collecting qualitative or quantitative information about the stakeholder
Task analysis	Study the stakeholder's habbits, daily activities and behavior by collecting a diary of their activities



## **CONSTRAINTS & NEEDS**



Eliciting stakeholder needs

#### **WHAT**

Capture stakeholder needs (& barriers) by directly interacting with the stakeholder, identificying implicit stakeholder needs based on domain knowledge, context understanding or documented gaps from previous activities.

#### **TECHNIQUES** (IMPLICIT)

<u>Literature review</u>	Desk research to learn more about the stakeholder (e.g. socio-demographic data, ergonomics, etc)
Gather internal research	Evaluate and use insights from previous activities
Customer feedback	Information provided by clients about their experience with your product or service
<u>Google trends</u>	Analyse product features that your target audience looks for
<u>Personas</u>	A fictional character that represents a stakeholder segment that describe their behavior, goals, attitudes,





- 1. Research goals
- 2. Topic guide
- 3. Informed consent
- 4. Interview techniques



#### ELICITING STAKEHOLDER NEEDS



#### 1. RESEARCH GOALS

Define the objective of your interview. The goal can differ between respondents.

Decompose the goal in multiple sub-goals or topics. Focus on key assumptions.

#### 2. TOPIC GUIDE

Provides you with the right guidance during your interview. The topic guide contains the topics, questions and activities that will happen during the interview.



#### FREQUENTLY OCCURING TOPICS

- Introduction and general topic
- Current way of working
- Challenges and needs
- Future needs and opportunities
- Innovation confrontation



Define how much time you wish to spend on each topic.



Questions should follow a logical flow that build up the conversation. See <u>funnel technique</u> for more info.



## STAKEHOLDER NEEDS ELICITING STAKEHOLDER NEEDS



#### **FUNNEL TECHNIQUE**

The art of a good interview lies in the power of your story, your questions build up that story.

The **funnel technique** works as you would image: we start by gathering broad information and then filter down to more specific details we're interest in. We build up the conversation from simple to complex questions.

First ask **open questions** to get your respondent to talk. These questions can't be answered by a single word and require thought. E.g. "Tell me about..." / "Explain to me..." / "Describe for me..."

In case the answer goes off-topic, bring them back to topic by using **probing questions**. Probing questions are open but specific questions that allow us to ask further about the topic we are interested in. E.g. "Why..."/ "What..."/ "Where..."/ "When..."/ "How...".

The last step is on our funnel is asking **specific questions** or to clarify a certain situation.



### **ELICITING STAKEHOLDER NEEDS**



### **FUNNEL TECHNIQUE**

GENERAL BEFORE SPECIFIC QUESTIONS

>>> Tell me about ...

BEHAVIORAL BEFORE ATTITUDE QUESTIONS

 $\rangle\rangle\rangle$  What do you do ...

⟨⟨⟨ How do you feel about ...

POSITIVE BEFORE NEGATIVE QUESTIONS

>> What do you like most about ...

⟨⟨⟨ What do you like least about ...

UNAIDED BEFORE AIDED QUESTIONS

>>> Do you know any similar solutions...

⟨⟨⟨ Do you know this certain solution ...

RESPONDENT'S CATEGORY BEFORE OWN

>>> What are the 3 most important ...

Is this product feature important to you ...



### **ELICITING STAKEHOLDER NEEDS**



#### 3. INFORMED CONSENT

Make sure you do all necessary formalities (e.g. record the session, GDPR). Explain how their answers will be used and have them formally consent.

#### 4. INTERVIEW TECHNIQUES

Some tips and tricks to conduct your interview



Get acquainted



Be aware of bias



Use silence



Body language



Ask more / play dumb



## STAKEHOLDER REQUIREMENTS



#### **WHAT**

Draw conclusions by prioritizing the needs and challenges expressed by the stakeholders. These can then be transform into solution and (ultimately) translated into stakeholder requirements.

#### **TECHNIQUES**

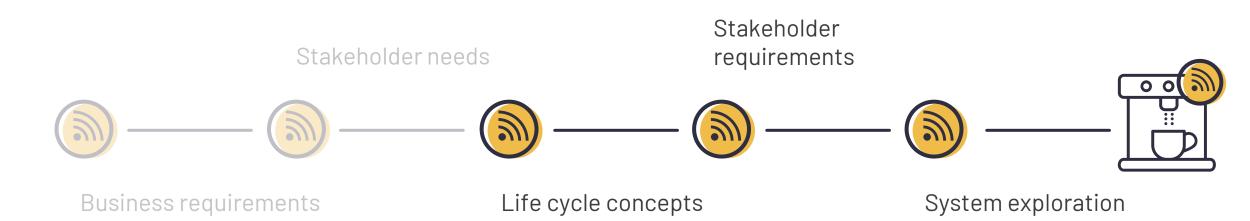
MOSCOW Prioritization	A method for clustering needs into four groups (must have, should have, could have, won't have)
Weighted ranking, dot voting	Numerical scoring to rank stakeholder needs against percieved benefit vs value vs cost vs risk
<u>Insight selector</u>	Place stakeholder insights onto one of the 4 building blocks
Impact-effort matrix	A 2D-visual that plots relative user value against implementation complexity
Needs filter	Filter the needs based on project scope, functionality, testability and/or project priorities



## SOLUTION SPACE EXPLORATION AND VALIDATION 17th OF JUNE

How to approach the fuzzy front-end of product development which transforms first stakeholder needs insights and ideas of a (smart) product-based solution into a validated concept upon which a Product Requirements Document (PRD) can be based.

Exploration and validation activities, tools and methods





## SOLUTION SPACE EXPLORATION AND VALIDATION

## 17TH OF JUNE





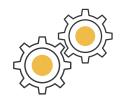
Business modelling



Testing Wizard of Oz



Critical performance measures



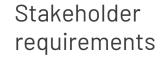
Enabling systems



Stakeholder needs













Business requirements

Life cycle concepts

System exploration



## IMPLEMENTATION – INDUSTRIEPARTNERSCHAP



### ORIENTATION

2 DAYS

**Exploring** problem / opportunity space regarding integration of a (smart) technological component in your company's offer or business processes

> 70 % subsidized 981 € excl. VAT



### **CONCEPT VALIDATION**

3 DAYS

Validation of the solution space: build a roadmap for your innovation track with referral to potential partners and requirements for validating the concept.

70 % subsidized

1.612 € excl. VAT











## IMPLEMENTATION – CONTACT US







Thomas.Demeester@imec.be +32 472 75 44 34



**Geert Willems** 

Program Manager EDM Forum

<u>Geert.Willems@imec.be</u> +32 498 91 94 64



## **WEBINARS**



INTRODUCTION TO (SMART)
PRODUCT EXPLORATION

Friday
20th of May



PROBLEM SPACE AND STAKEHOLDER NEEDS EXPLORATION

Friday

3rd of June



SOLUTION SPACE EXPLORATION AND VALIDATION

Friday 17th of June



# mec

embracing a better life

