

# Die neue Offenheit?!

(Managing the innovation Family)









**Dr. Fred van Ommen** 

June 16, 2016

perspectives 2016

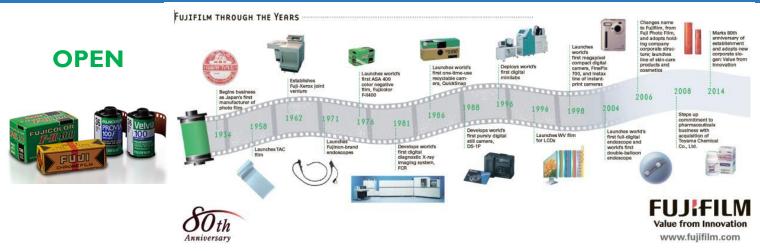




#### Kodak



# Innovation Family



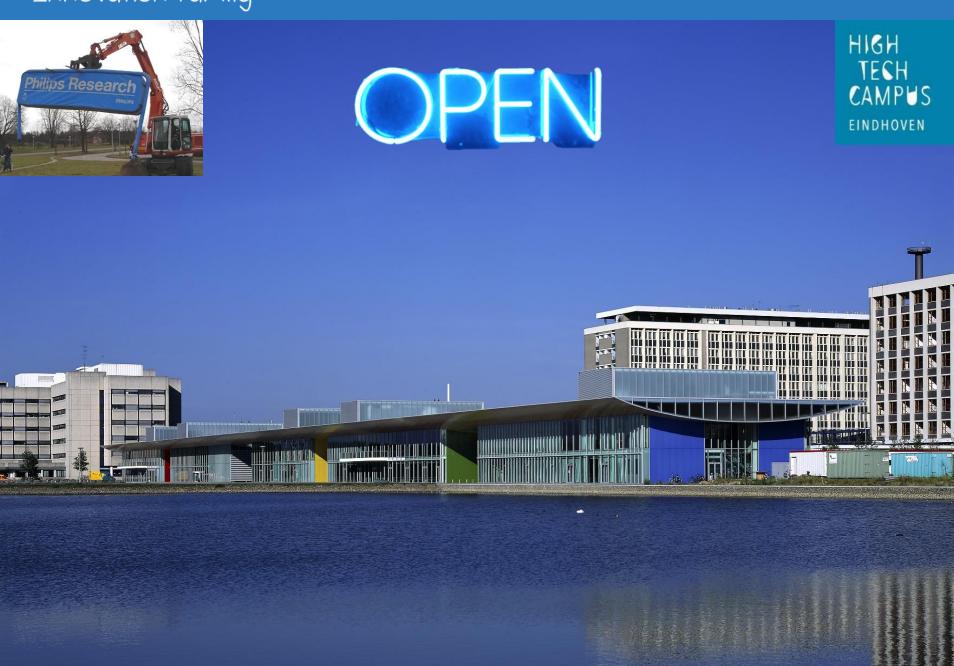
FUJIFILM has \$ 23 billion turnover and 80,000 employees.

Co-creation with customers in Japan, Silicon Valley and The Netherlands



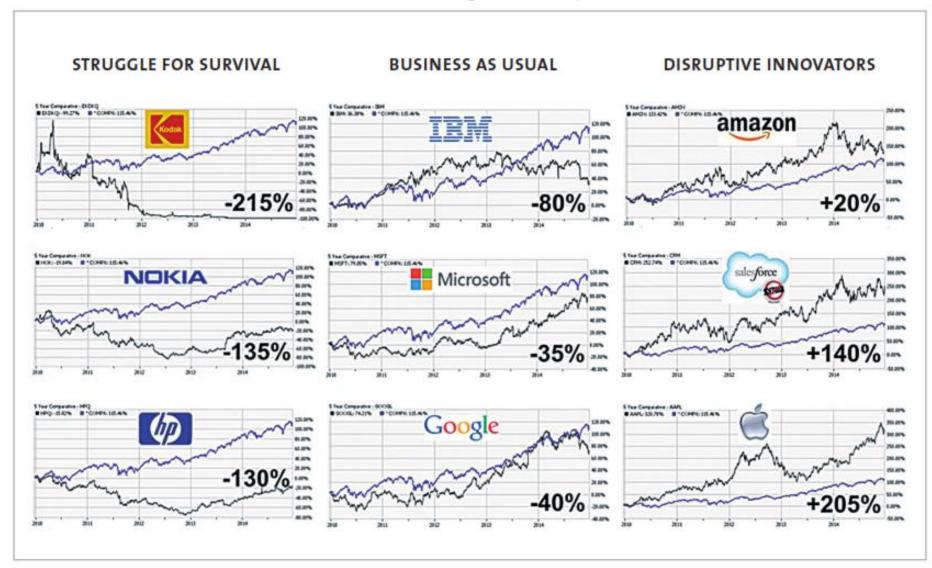
"The samural become stronger by leaving the dojo and sparring with warriors from other traditions."

# Innovation Family





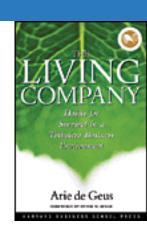
## WHY OPEN?





# Arie de Geus: the living company

Average life expectancy of all firms, regardless of size 1):



# **12,5** years

#### Common characteristics of long-lived companies

- Sensitive to their environment in order to learn and adapt
- Cohesive, with a strong sense of identity
- Tolerant of unconventional thinking and experimentation
- Conservative in financial policy to retain the resources that allow for flexibility



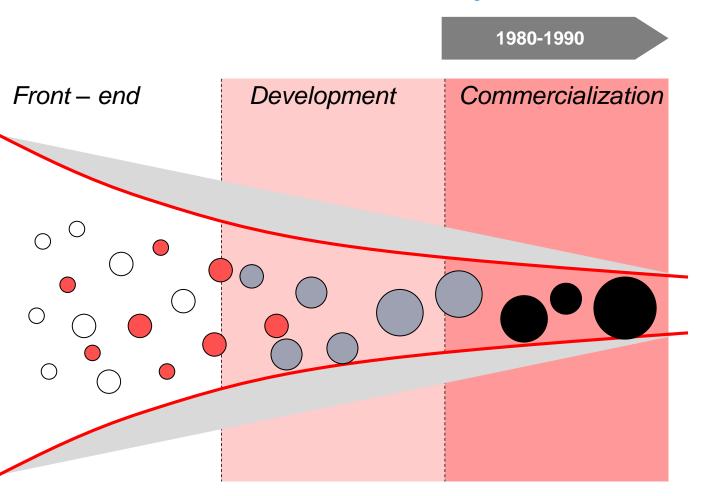


# **INNOVATION**is turning ideas into money





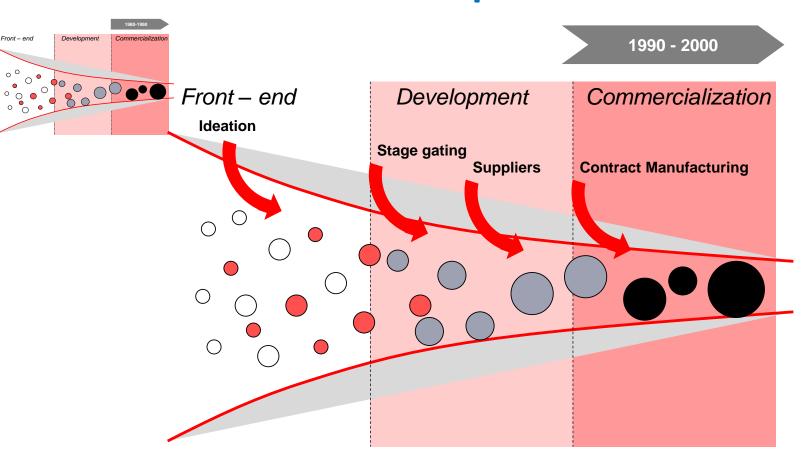
# **Evolution of Open Innovation**





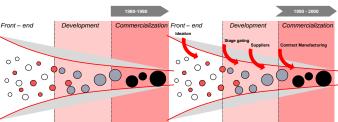


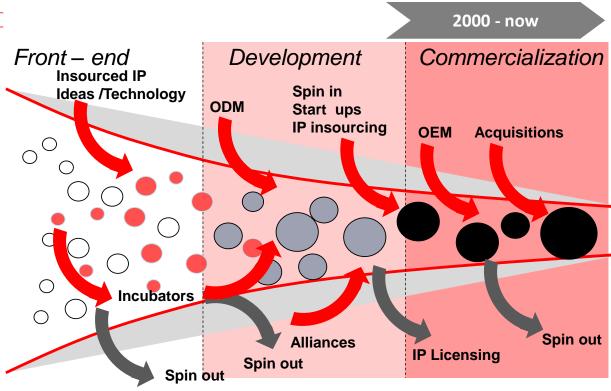
## **Evolution of Open Innovation**





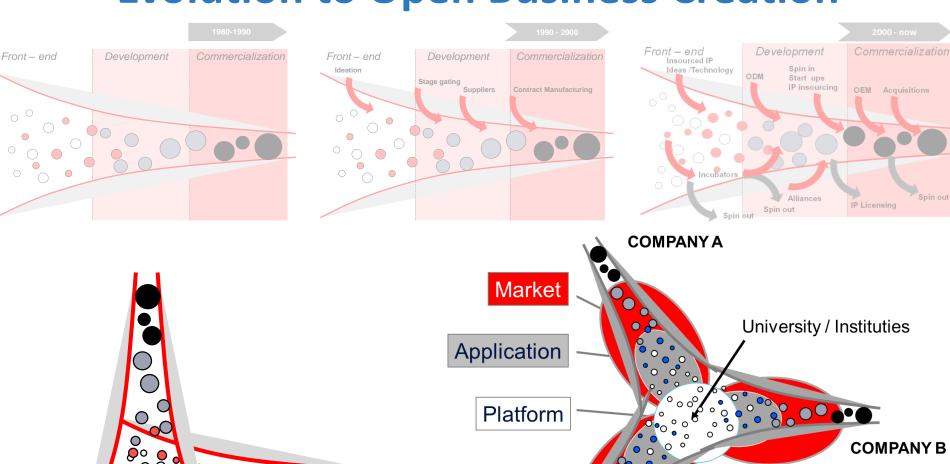
## **Evolution of Open Innovation**







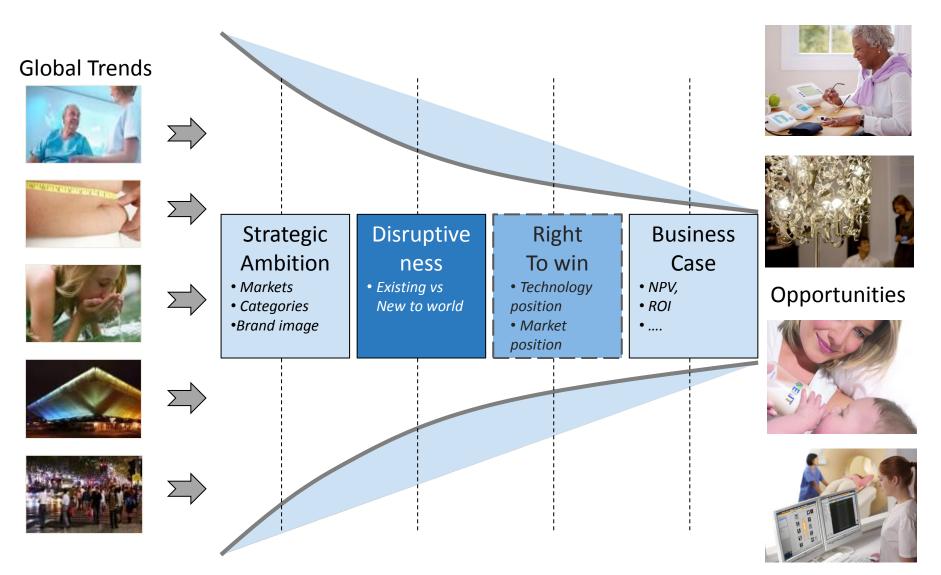
# **Evolution to Open Business Creation**



**COMPANY C** 



### Disruptiveness to the customer determines how to innovate



# Innovation Family

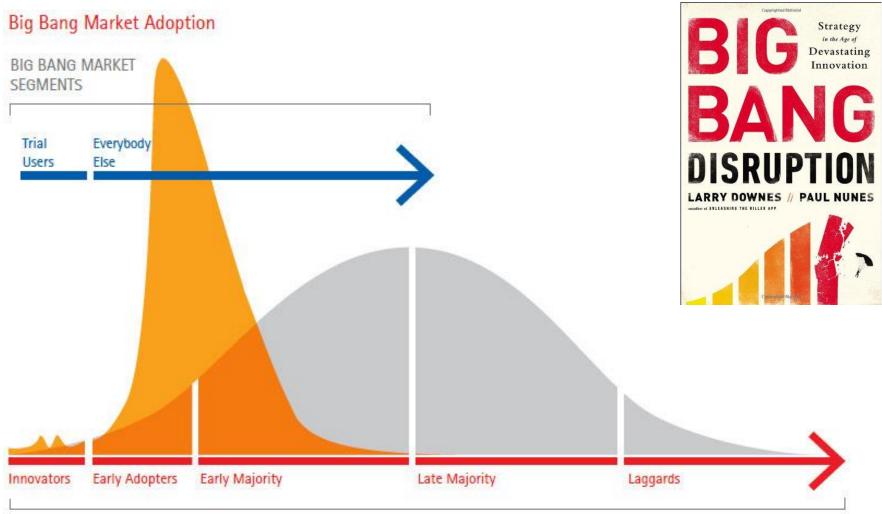








**Big Bang Disruption** 



ROGERS'S MARKET SEGMENTS

15

# Innovation Family

**Innovation Jungle** 

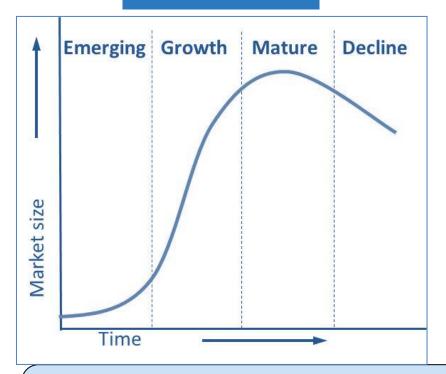




# **Granularity of Innovation**

#### Market life cycle

#### **OUTSIDE - IN**



#### Disruptiveness to consumer

#### **OUTSIDE - IN**

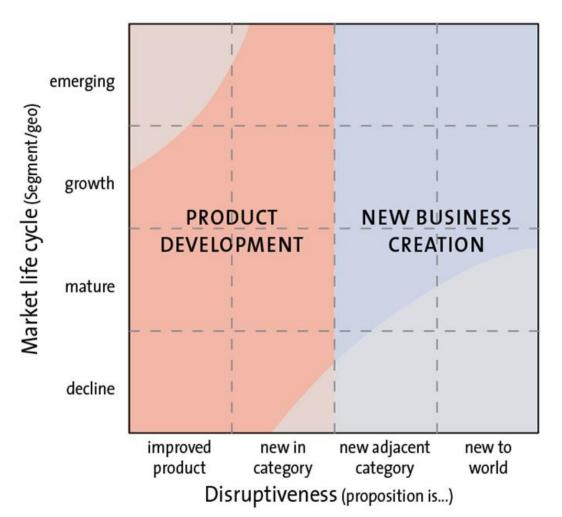
- New to the world
- New adjacent category
- New in the category
- Improved

#### "The Granularity of Innovation",

A more granular perspective on innovation types driving enduring company performance.



#### Two dimensions creating view on different types of innovation



Managing innovation amily dynamic world

Corina Kuiper & Fred van Ommen

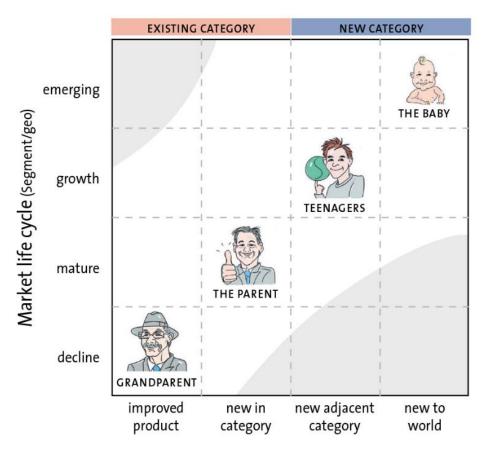
A map to the Innovation Jungle

Granularity of Innovation is courtesy of Fred van Ommen (Bizz Innovation Group) Corina Kuiper (The Effectual Catalyst)

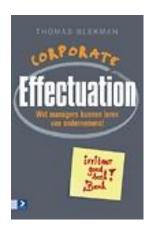


#### .... that enables different innovation perspectives

From market share battle in existing spaces to opening new spaces







Disruptiveness (proposition is...)



### Different types of business and business models



# **Established business Product creation**



- Recombine existing resources
- Mitigating risk
- Existing ecosystem
- Market share battle
- Customer insights known
- Leverage existing channels
- Established business models
- Focus on execution/leverage
- Short/mid-term
- Existing organization





#### New business New Business Creation



- Generate new opportunities
- Deal with the Unknowable
- New ecosystem
- Building mountains
- Changing customer behavior
- Building new channels
- New business models
- Learning / iterative
- Mid/long-term
- New capabilities





# **Disruptive Innovation:**

rewiring of the brain is required to change behavior



June 16, 2016 21



#### PRODUCT DEVELOPMENT



#### NEW BUSINESS CREATION

- Your identity is known and a key asset
- You know more, can do more, and are known by many more people
- You have something to loose
- You maximize on sales/profit
- Your company patience is 1-3 years
- You hate uncertainty
- Optimize each business case
- Failures are wrong
- Think before you act (rationale)
- Where does it fit (leverage) 'borrow'
- Carrot and stick incentives have positive impact on performance

- Your discover/develop your identity
- You are creating new ways/networks ('use it or loose it' principle)
- You have something to gain
- You manage on cash-out (affordable loss)
- It takes 5 10 years
- You like to be challenged
- Optimize the bigger picture
- Fail fast and cheap
- You need to experiment (emotion)
- Building outside the scope 'forget'
- Intrinsic motivation drives performance;
   carrot and stick is counterproductive

# To the extent I can predict the future, I can control it.

# To the extent I can co-create the future, I don't need to predict it.

# Working With Ventures

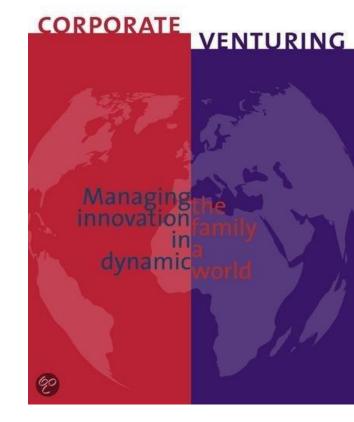




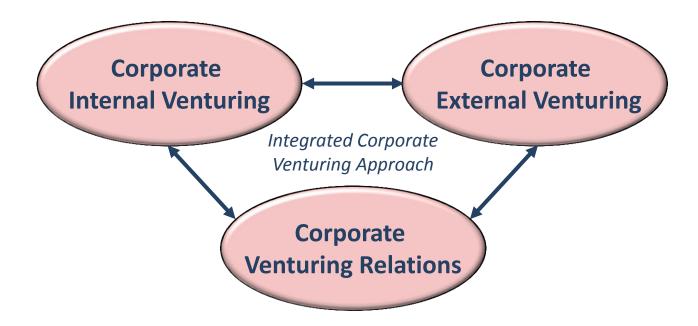
# **CORPORATE VENTURING**

"all of the entrepreneurial activities aimed at setting up new businesses within or in close co-operation with a large corporate organisation"

Corina Kuiper & Fred van Ommen









# Historic waves of corporate venturing



1960 - 1970

"The first wave"
Corporate
Venturing as a
financial
instrument



1980 - 1990

"The second wave"
Increasingly
functional use of
Corporate Venturing



1990 - 2000

"The third wave" Participating in the 'New Economy'



2006 - 2008

"The fourth wave" Innovation paramount



2008 - 2014

"The fifth wave"
Connecting the Dots
Profound changes
Unprecedented
opportunities for
collaboration



2014 - 'now'

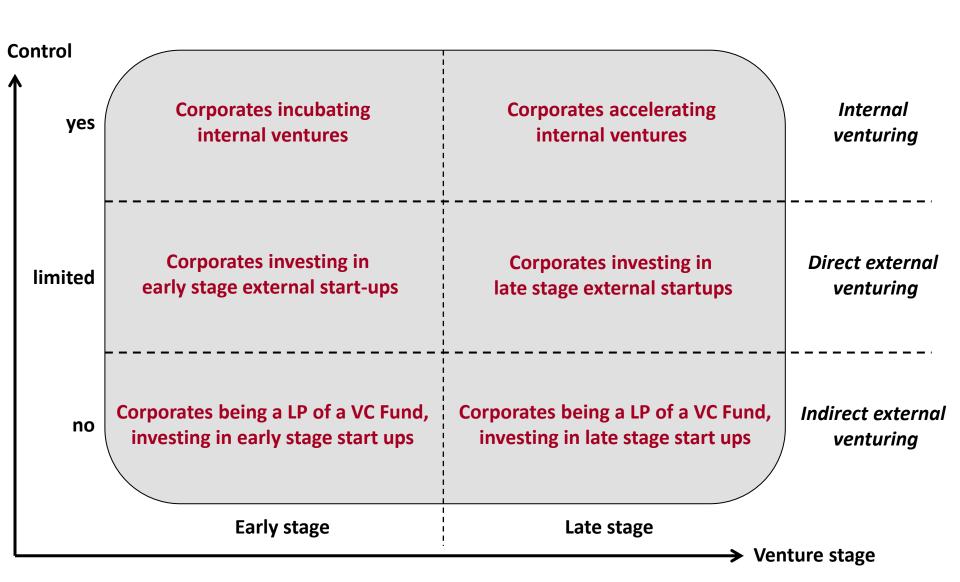
"The sixth wave"

Co-creating

Ecosystems



#### **Corporate Venturing Instruments**



28

June 16, 2016 28



## **Corporate Venturing in practice:**

15 innovation families

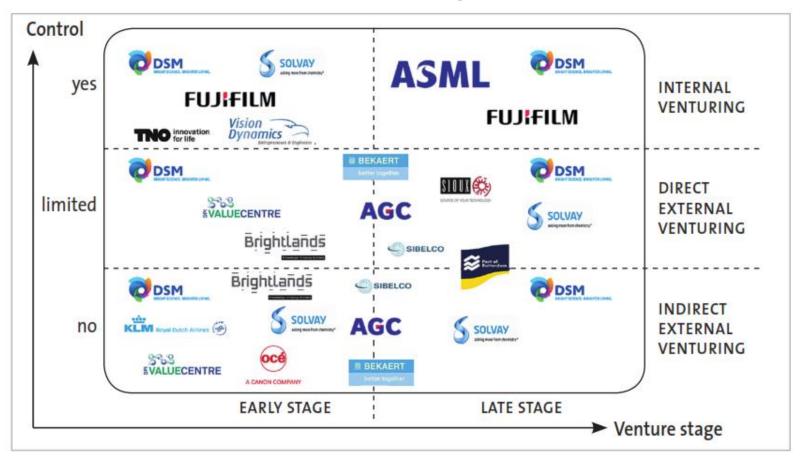


FIGURE 4.2 Corporate Venturing Instruments used by CVNN members

June 16, 2016 29

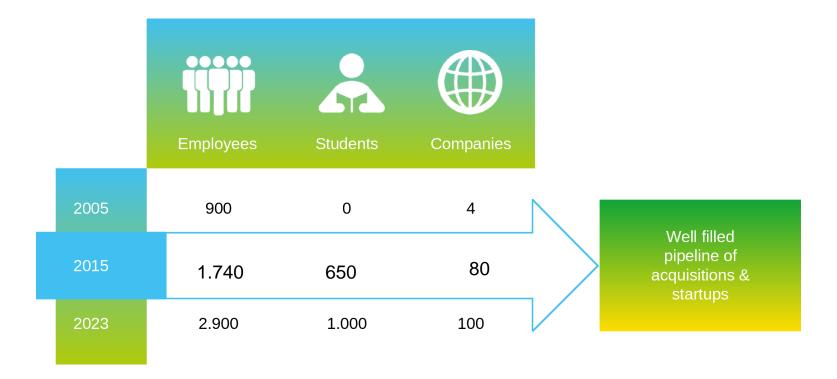
# Innovation Family







# **Brightlands Chemelot Campus**





#### **DSM Biomedical**

#### PORTFOLIO AND MATERIALS

Biomedical Polyurethanes

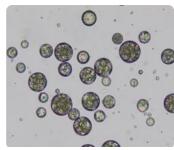


Coatings



**Drug delivery** 

Slow, sustained release



**ECMs** 

**Extracellular Matrices** 



**Mechanical Devices** 

Innovative devices and tooling



**Natural Materials** 

Ceramics, Minerals & Collagen



Polymers & Metals

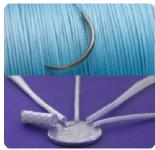
PLA, PEEK, Polyurethane & Metal Implants



Silicone hydrogels



Biomedical Polyethylenes

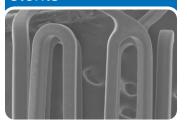


Making medical products longer-lasting, more effective, less invasive and more productive



# A novel biodegradable polymer for drug delivery

Coating on cardiovascular stents



DSM offers the Medical devices and (bio)Pharmaceutical industries innovative drug delivery products and solutions.

Based on a proprietary polymer platform that combines excellent biocompatibility and bioresorption for the local and sustained release of drugs.

The distinguishing features open unique therapeutic **opportunities** in the fields of Cardiovascular, Ophthalmology, Muscle-skeleton and Pain management.

Injectable fibers for the treatment of back-of-the-eye diseases









# **Brightlands Chemelot**



We are building a unique public-private institute: Chemelot Institute of Science & Technology (InSciTe)

#### **BUNDLING FORCES**

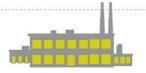
InSciTe bundles forces of four leading players in South Netherlands: an international Life Sciences and Materials Sciences company, a technical university, a general university with university medical center and a science park

#### PHYSICAL NUCLEUS AT CHEMELOT

InSciTe has a physical nucleus at Chemelot with unique, shared R&D infrastructure and other facilities that attract founding fathers and partners to the same location











InSciTe performs internationally leading R&D in which top-academia and entrepreneurs work side by side – meeting and working at the physical nucleus Chemelot

InSciTe is open to other parties and actively seeks partners – from academia and industry, and from all over the world – that complement the expertise of InSciTe and share its ambitions

#### **ACADEMIC & ENTREPRENEURIAL**

**OPEN TO OTHER PARTNERS** 



# THINK BIG, ACT SMALL AND ACCELERATE FAST







www.innovation-family.com

# Innovation Family

Corina Kuiper & Fred van Omn



#### **Product details**

Paperback: 210 pages

Publisher: VOC Uitgevers; 1 edition (6 Mar. 2015)

Language: Dutch ISBN-10: 907981217X ISBN-13: 978-9079812172 Available on Amazon

Corporate venturing almost sounds like a 'contradictio in terminis'. Can colossal slow and inflexible dinosaurs live and work together with small, agile and entrepreneurial ventures?

#### The innovation family

The book 'Corporate venturing, managing the innovation family in a dynamic world', describes why and how Corporates can successfully use venturing to create new business that is crucial for their long term survival. It describes how Corporate Venturing is part of the company's 'innovation family', where babies and teenagers are the new business initiatives and the parents and grandparents represent the established business, including the tension amongst the family members.

#### A look behind the scenes

There is no 'one size fits all' approach and there are different flavours of Corporate Venturing. This book allows you to take a look behind the scenes of fifteen innovation families, all members of the Corporate Venturing Network Netherlands, being: Asahi Glass Company, ASML, Bekaert, Brightlands Chemelot Campus, Dutch Polymer Institute, Royal DSM, Fujifilm, KLM Royal Dutch Airlines, Océ Canon, Port of Rotterdam Authority, Sibelco, Sioux, Solvay, TNO and Vision Dynamics. They will provide you insights into their strategy, the venture instruments they use, the way they have organized Corporate Venturing and how they deal with entrepreneurship within their companies.

#### References

"This is an essential reference for anyone interested in corporate venturing. It is full of helpful insights, and is illustrated with loads of great examples."

**Henry Chesbrough**, professor at UC Berkeley and author of Open Innovation

"DSM has endeavoured on many different tools to create its future by corporate venturing. In this book you will find an excellent overview and a valuable structure on how to implement venturing in your organization."

Rob van Leen, Chief Innovation Officer, Royal DSM

"In this book you will find thought provoking ideas, examples and a wealth of tools on how corporate enterprises can organize their new business activities and be successful at it."

**Doug Berger,** managing director, innovate, publisher The innovators ezine

"Corporate Venturing describes the struggle of companies with new business development and elegantly shows how co-creation and partnerships can help companies in shaping their future." **Frits van Hout**, Chief Program Officer and member of the Board of Management, ASML









www.innovation-family.com