

The Great Problems in the World Today

will be Solved on a Foundation of

Collaborative Innovation

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Alignment + Collaboration + Innovation → Synergy

Without a

Collaborative Innovation Architecture TM an organization risks:

- Challenge without Inspiration
- Desire without a Dream
- •Drive without Destiny
- •Falling into the Abyss between what's Real versus what's Possible





Key Problems, Priorities, Issues: (We are not a Solution In Search of a Problem)

- Growth & Innovation are Top of Mind for CEOs
 - Poor Connection between Innovation & Revenue Generation
 - Don't See Innovation as a Strategic Initiative at the Value Chain level
 it remains a set of tactical processes
- Innovation is a confusing pastiche of Slogans, Tools, Techniques, Aphorisms, and Platitudes
 - CEOs were not trained in Innovation at MBA level
 little/no management skills/experience in innovation
 - No Concrete Innovation Management System
- Innovation is confused with Technological Invention
 - CTOs are being re-knighted as Chief Innovation Officers
 - Up to 80% of Innovation is non-technical (Potential is untapped)
- The Innovation Onslaught
 - Will require companies to Double, even Triple their Innovation Output





Why Do we Need a Collaborative Innovation Architecture?

The Results in the Field:

- Too many Slogans, Platitudes, High Aspirations Not Enough real results
- Chief Technology Officers are unclear about their role as Chief Innovation Officers
- Killing of Innovation during Acquisitions
- Lots of Tactical/Small Scale Efforts Little Strategic Initiatives
- Too Many Tools & Techniques
 Confusing: What to Use & When



Consequences



- 1. Loss of Competitive Advantage:
 - Because Innovation is the #1 Competitive Advantage in a Fast-Moving World, is vulnerable to being "out-innovated" in the marketplace
- 2. Falling Behind:
 - Innovations that should be occurring at a rapid rate are not surfacing
- 3. Migrating Innovation into your Company:
 - Innovations that are developed by alliance partners & strategic suppliers are not being migrated into your Company
 - Customers are a vital source of innovation
- 4. Top & Bottom Line:
 - Innovation potentially could provide Billions in New Revenues and Millions in Bottom Line Impact.



Why & What of "Architecture of Innovation"

What is Architecture?
The Compelling Imperative
How this is Different





What is "Architecture"



Systematic Set of Strategies, Processes, Practices,

Tools, and Methodologies that,

when applied masterfully,

produces a consistent, high quality result

that lasts and regenerates.

Without an "Architecture" there is no way to take the learnings of individual builders and artisans and transmute these into other diverse situations.

From Wikipedia

- Architecture (from Greek, "master builder") is the art and science of designing structures.
- Today, architecture is the art and discipline of creating an actual, implied or apparent plan of any complex object or system:
 - implied architecture of abstract things such as music or mathematics,
 - apparent architecture of natural things, such as geological formations or the structure of biological cells, or
 - explicitly planned architectures of human-made things such as software, computers, enterprises, and databases, in addition to buildings.
- Architecture is a mapping of the elements or components into some kind of structure or system, which preserves the relationships among the elements or components.



Architecture of Collaborative Innovation

COLLABORATIVE INNOVATION IS A POWERFUL & COMPELLING IMPERATIVE

A. STRATEGY

- Implemented Across the Value Chain
 - ✓ with suppliers, with customers
 - ✓ within the company

B. CULTURE

Systematically Pervades an Organization

C PROCESS

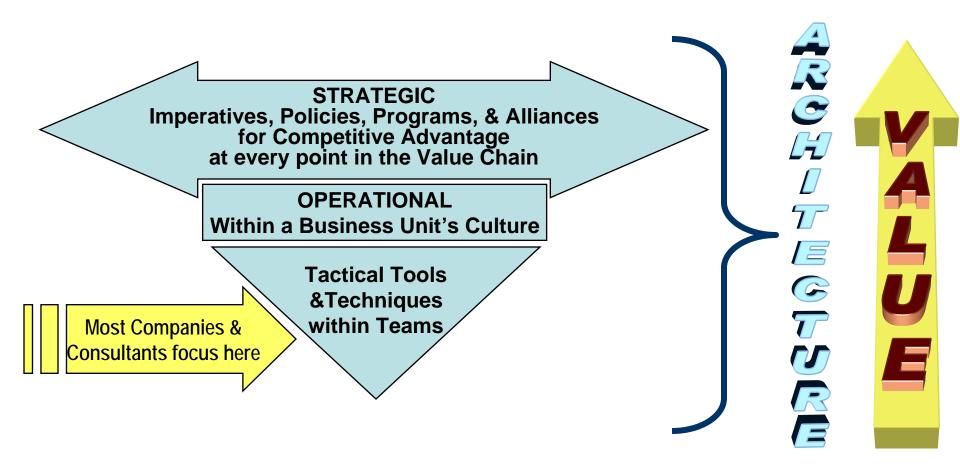
- to manage relationships, productivity
- to channel creativity internally



Scaleable from Macro to Micro



How is Architecture Different?





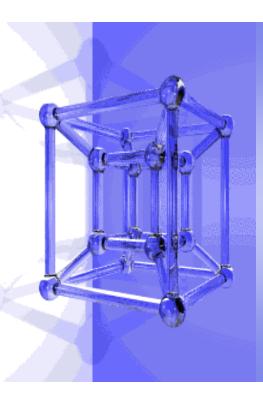
Key Principles of Innovation

Innovation: Simple Definition
Six Elements of the Innovation Engine
Competitive Advantage
Differential as Source of Innovation
Innovation on the Edge



"Simple" Innovation Definition





Strategies, Systems, Structures & Processes that Generate New Sources of Value & Growth for an Organization





Six Different Kinds of Innovation

- ➤ 80% of Innovation is Non-Technical (Solutions, Process Innovation, New Business Models, etc.)
- Must Capture All Forms & Sources of Innovation to Compete





Six Kinds of Innovation



6. Market Extension

- Develop New Products, Services to:
 - Support Existing Customers/Market Bases who buy our current products
 - facilitate Product/Technological Adoption and create value from usage
 - Introduce new services & value streams

5. New Business Models

- Reconfigure the Nature of How Business is Framed to Serve the Customer:
 - Make it Easier to do Business
 - Create More Integrated Products and
 - Devise better ways to be profitable
 - Use Resources in a New Way

Six Basic Kinds of Innovation: (we consider these of equal value)

How Different Companies Choose Different Approaches To Innovation



Product Creation/Development with a new Core Technology

Next/New Generation, Breakthrough/Discontinuous Technology

4. Process Improvement

- Make Processes:
 - Simpler
 - Faster
 - More accurate
 - More Reliable
 - Less Expensive
 - More Integrated



3. Product Improvement/Integration

- Continuous Improvements Making the Product More:
 - Efficient, Effective
 - Leveraging Existing Core Technology
 - Useful or User Friendly
 - Integrated with other products, technologies, or systems
 - Valuable to users

2. Systems Solutions

- Rethinking & Integrating Existing Systems to Solve Complex Customer Problems
 - Use Solution Alliances to Integrate Complexities
 - Often Generates New Solutions to Existing Problems
 - Usually Closely Linked to Customer





Innovation Travels
with
Two Companions



Innovation is the Critical Driving Force in Today's Business World

In a Fast Moving, Rapidly
Changing World,
the Most Sustainable Source
of Competitive Advantage is ...
Collaborative Innovation



What is the Fundamental Issue that is Difficult to Master in Innovation?

Differentials in Thinking are the Principle Source of Innovation





New Paradigm Generation comes from people Who Do Not Think Alike

Collaborative Innovation Generates

New Paradigms through the

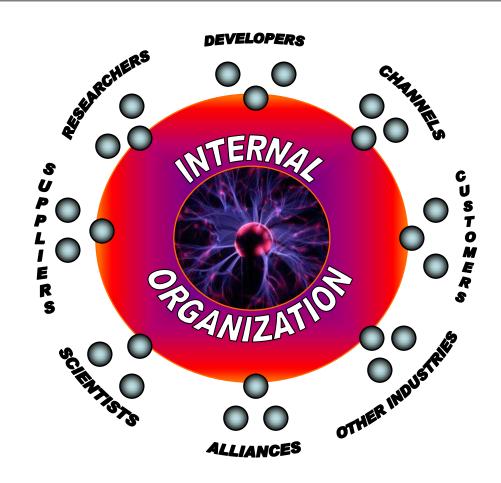
Synergy of Compatible Differences

Locked Inside the Collaboration Structure lies the Hidden Potential for Co-Creative Breakthroughs





Innovation Occurs on Edges of Eco-Spheres & Interfaces of Dissimilar Structures





Purpose of Collaborative Innovation Architecture ™ Harness & Align the Powerful Synergy of Differentials

- Thinking
 - Analysis
 - Synthesis
 - Genesis
 - Mimesis
 - Systemesis
- Mind Strengths
 - Linear & Logical
 - Strategic & Conceptual
 - Creative Energy
 - Relationships

- Capabilities to make things happen
 - Action & Empowerment
 - Learning & Knowledge
 - Design & Create
 - Location & Physical Presence
- Wisdom as the synergistic unity of:
 - Commitment to Innovation
 - Thought & Intellectual Capital
 - Capacity to Take Action
 - Willingness to Produce Results
 - Desire to Collaborate







To Engage in Collaborative Innovation

- Must Change
 - Mindsets
 - Skill Sets
 - Tool Sets

- Must Build:
 - System of Trust
 - Integration Mechanisms
 - Committed Champions







Outcome

For senior organizational leaders who face intense global competition and increasing pressure for growth in a complex and fast-changing environment ...

We provide a collaborative innovation architecture that generates breakthroughs which produce:

- Extraordinary Results,
- Organizational Growth,
- Innovation Across the Value Chain,
- Generation of New Wealth, and
- Deep Level of Personal Meaning,
 Coupled with a Renewed Sense of Purpose







This is a Senior Executive Responsibility



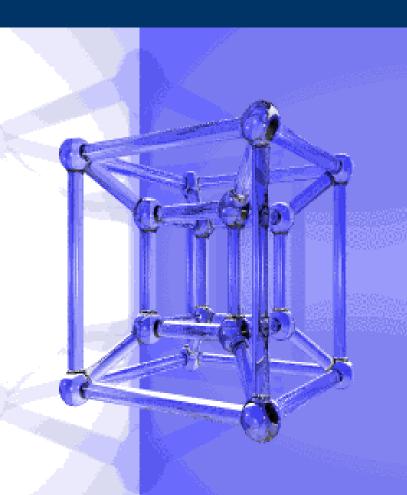
Make COLLABORATIVE INNOVATION a TOP PRIORITY

Vision without Execution is Hallucination!

Manage Your Imagination!



What we bring



Strategies Systems Structures Solutions Skill Sets

Use Best Processes & Best Practices

Replicable Scaleable **Trainable Adaptable Produce Consistent Results**