

Ideation with OTSM-based TRIZ for New Market Creation

Hongyul Yoon

(hongyul@trizcenter.co.kr)

TRIZ Center www.trizcenter.co.kr





Hongyul Yoon

MATRIZ Representative accredited by MATRIZ for certification, OTSM Professional (#1) certified by Nikolai Khomenko, TRIZ Specialist (#63) certified by MATRIZ

Experiences of OTSM-based TRIZ Application

- (1) for Technical Problem Solving with Samsung SDI, RIST, Samsung Electronics, Amore Pacific, Samsung Mobile Display, Hyundai Mobis, Hyundai Motors, POSCO, etc.
- (2) for Business and Management with Amore Pacific, SKC, IIIT, A-mail, Hyundai Capital, etc.

CEO of 'TRIZ Center' in South Korea

Contact: hongyul@trizcenter.co.kr, otsmtriz@paran.com

Initial Situation

B₂C

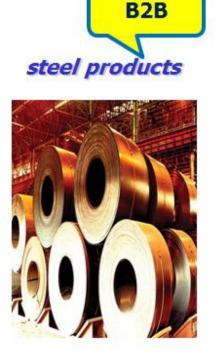


Several tools and thinking processes from TRIZ have been adapted as how to generate ideas for new market creation.

However, the initial situation of every market is different from each other.

General approach might be insufficient to lead us to optimize use of TRIZ thinking tools under a certain condition.















How can we customize the application of TRIZ tools to idea generation for new market creation "in pragmatic viewpoint"?





OTSM: General Theory of Powerful Thinking

OTSM was originated by G. Altshuller. Current research of OTSM has been done mainly by Nikolai Khomenko.

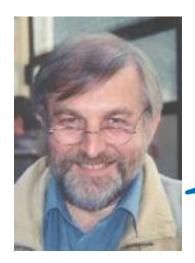
OTSM has been developed as a domain-free theory for creating tools on solving generic problems which are complex and non-typical.



TRIZ Role from Viewpoint of OTSM*



How to reduce the area to search for solutions without many trials and errors and psychological inertia while keeping the quality of a solution?



Change the description of your problem in OTSM viewpoints

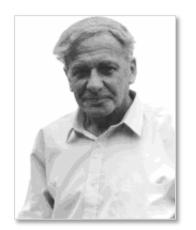
Nikolai Khomenko

^{*:} It came from the author's understanding Nikolai Khomenko's lectures.

If you find any good points in it, they must be from help of Nikolai Khomenko.

3 Postulates for TRIZ Application









Nikolai Khomenko

When you reformulate your problem description with TRIZ, 3 postulates must be applied as a guidance

- Three Postulates:
 - Postulate of Objective Laws
 - Postulate of Contradictions
 - Postulate of Specific Situations

New Market Idea Generation



New Market Ideas?: Terminology

1. Market

Persons
who want to pay for the values which your product /service offers

2. New Market Ideas

<u>Ideas on new values</u> compared with those of a certain market, which are to make a lot of people become customers to pay for the values

New Market Idea Generation





- 1. Result of New Industry or Product Idea Generation
 Values we can offer newly
- 2. Result of New Market Idea Generation

 Values (a lot of) people may pay for

For lower risk of failure in markets the author selected this way.

OTSM-based* Viewpoint of Success in a Market



Thinking Hierarchy in OTSM-based Viewpoint

- 1. Market Identification
 - 2. Based on the concept of 'Market', Industry Identification
 - 3. Based on the concept of 'Industry', Product/Service Identification
 - 4. Based on the concept of 'Product/Service', Resource Management

^{*:} It came from the author's understanding Nikolai Khomenko's lectures.

If you find any good points in it, they must be from help of Nikolai Khomenko.

If you find any mistakes in it, they must be from the author's thoughts

3 Postulates for New Market Idea Generation



- Three Postulates:
 - Postulate of Objective Laws
 - Postulate of Contradictions
 - Postulate of Specific Situations

What kind of objective laws are required for new market idea generation in OTSM viewpoints?

According to 'the Postulate of Objective Laws',
not knowledge on products/services but
the knowledge on 'persons as certain current markets' mainly
deserves the basis of idea generation for new market creation

3 Postulates for New Market Idea Generation



- Three Postulates:
 - o Postulate of Objective Laws
 - Postulate of Contradictions
 - Postulate of Specific Situations

What kind of specific situations are explored for new market idea generation in OTSM viewpoints?

According to 'the Postulate of Specific Situations', particular characteristics of a certain 'problem solver' must be examined for new market creation

3 Postulates for New Market Idea Generation



- Three Postulates:
 - Postulate of Objective Laws
 - Postulate of Contradictions
 - Postulate of Specific Situations

What kind of specific situations are explored for new market idea generation in OTSM viewpoints?

particular characteristics of a certain 'problem solver'

- Ex) B2B compared with B2C.
- Ex) Accessibility of required information

Specific Situations of New Market Idea Generation



- Three Postulates:
 - Postulate of Objective Laws
 - Postulate of Contradictions
 - Postulate of Specific Situations

Accessible information as a particular characteristic

No Information on 'Value'

No information on the value, only information on some features of a certain industry which influence persons.

Information on 'Basic Value' Information on the value which the main function of a certain product / service results in.

Information on 'Value Set' Information on the values which a certain market expects relevant to a certain product / service.

Information on 'Value Curve'* Information on the graphic depiction of the value set across competition factors of a certain market.

^{*:} It is adapted from 'Blue Ocean Strategy' of W.Chan Kim & R. Maborgne.

OTSM-based TRIZ tools for New Market Idea Generation

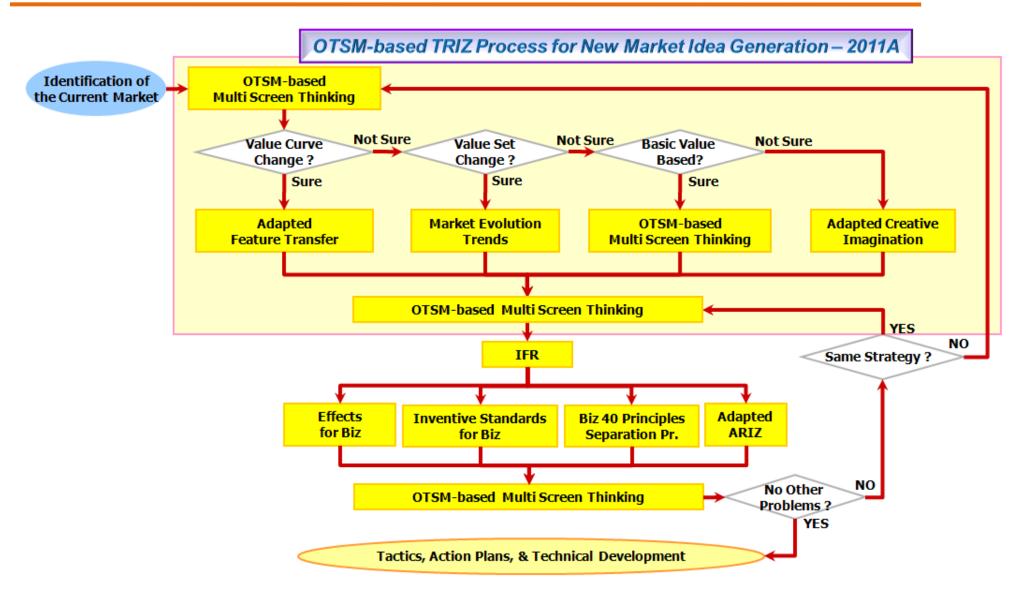


Selection of OTSM-based TRIZ tools depends on 'required minimum information' and results of its application.

OTSM-based TRIZ tool	Required Minimum Information	Result
Adapted Feature Transfer	Value Curve	Value Curve
Market Evolution Trends	Value Set	
OTSM-based Multi Screen Thinking	Basic Value	Value Set
Adapted Creative Imagination	Not Value, but Features of a Certain Industry which influence persons	

Idea Generation for New Market Creation





Summary



- Different situations of markets require customization of application of TRIZ idea generation tools for new market creation.
- According to OTSM viewpoint, 3 Postulates of TRIZ must be considered for every kind of problem solving.
 Therefore, the author applied 3 Postulates of TRIZ to customization of new market idea generation through TRIZ tools.
- The Postulate of Objective Laws leads us to adopt 'mainly' knowledge on persons on a certain market, not knowledge on products or services.
- Based on the Postulate of Specific Situation, different states of information as the input of TRIZ tools are classified. This classification guides us to more systematic application of 'Market Evolution Trends', 'Adapted Feature Transfer', 'OTSM-based Multi Screen Thinking', and 'Adapted Creative Imagination'.

Reference



- 1. Nikolai Khomenko, 'OTSM-TRIZ, Training Hand-out Set", LG Electronics, 2000.
- 2. Nikolai Khomenko, M. Ashtiany, 'Classical TRIZ and OTSM as a scientific theoretical background for non-typical problem solving instruments', Proceedings of the conference ETRIA TRIZ-Future 2007, Frankfurt, Germany November 6-8, 2007.
- 3. Valeri Souchkov, 'Systematic Innovation with TRIZ, Lecture Material', POSCO, 2005.
- 4. Sergei Ikovenko, 'Feature Transfer: Lecture Material', LG Electronics, 1998.
- 5. Hongyul Yoon, 'Full Scheme Thinking and Feature Transfer for Creation of Blue Ocean', TRIZ Journal, 2006.
- 6. Hongyul Yoon, 'OTSM-based TRIZ for Business', Amore Pacific, 2010.
- 7. B. Joseph Pine II & James H. Gilmore, 'The Experience Economy: Work Is Theatre & Every Business a Stage', Harvard Business School Press, 1999.
- 8. W. Chan Kim & Renee Mauborgne, 'Blue Ocean Strategy: How to Create Uncontested Market Space and Make the Competition Irrelevant', Harvard Business School Press, 2005
- 9. Darrel Mann, 'Hands on Systematic Innovation for Business and Management', Edward Gaskell Publishers, 2004
- 10. John Mullins, 'The New Business Road Test: What entrepreneurs and executives should do before writing a business plan', FT Press, 2004