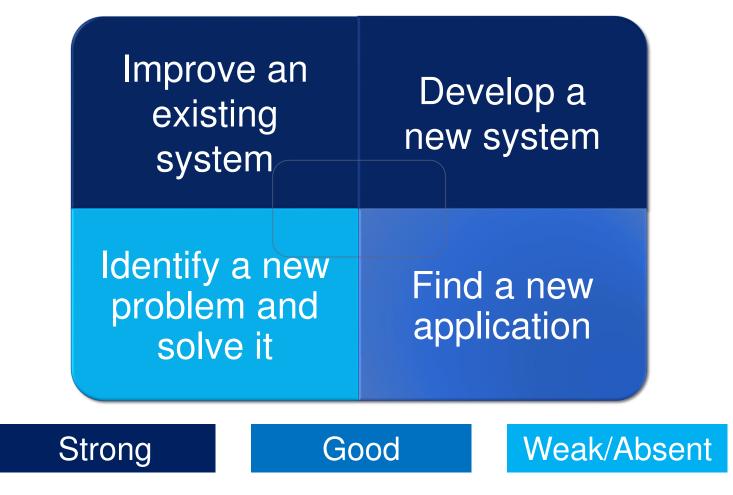
USING NEED DYNAMICS TO IDENTIFY HIGH-POTENTIAL INNOVATIONS

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What innovation tasks can TRIZ help with?



http://matriz.org/wp-content/uploads/2012/09/TRIZ-Development-High-Priority-Directions-Summary-Eng.-100913-VF.pdf

The 4th Global TRIZ Conference | July 8-10, 2014

What is Innovation?



Satisfaction of unmet customers needs

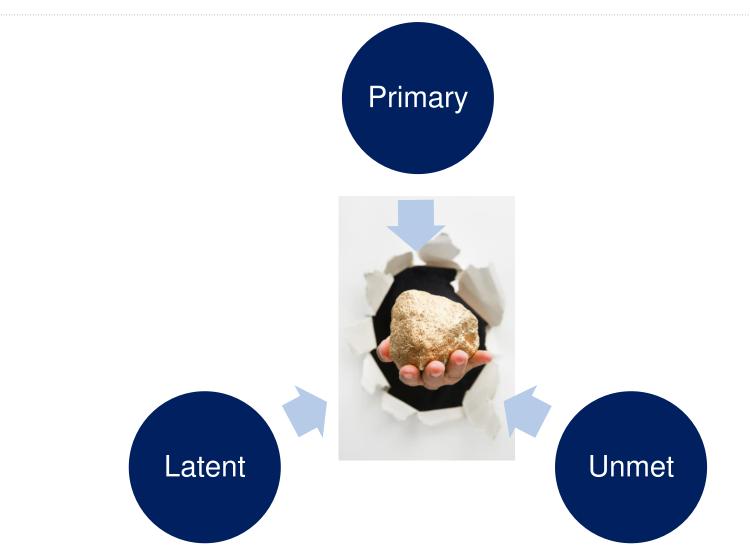
Business value of meeting needs

	Known	Latent	
Unmet	Area of intense competition	No competition. Potential "wow" effect	
Met	Expected. Penalty if unmet	Unnoticed until unmet	
	High Medium Low		

Business value of meeting needs

	Secondary	Primary	
Unmet	Area of intense competition	Area of intense competition	
Met	Exceeding customer expectations possible	Exceeding customer expectations possible	
	High	dium Low	

Innovation sweet spot



What will customers want?

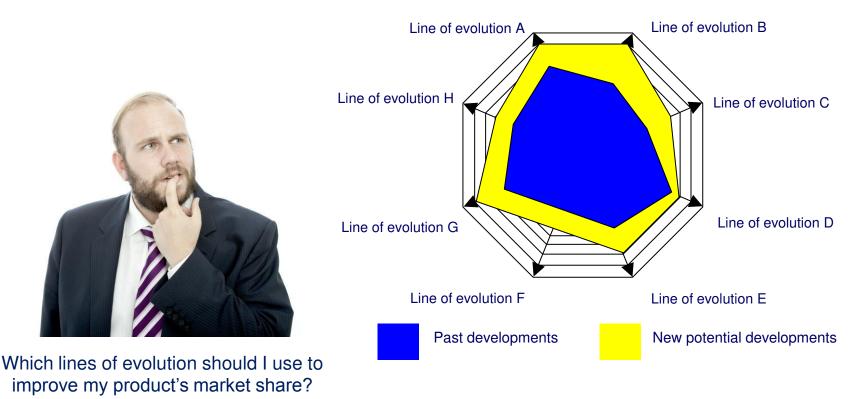
• Leading non-TRIZ approach: Listen to the VOC



- Every competitor tends to ask similar questions and gets similar answers.
- Customers don't ask for improvements they cannot imagine.

What will customer want?

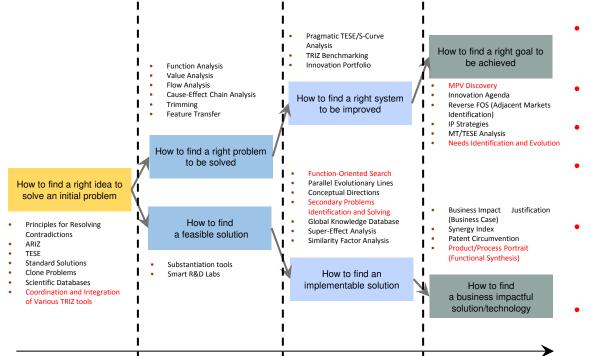
Leading TRIZ approach: Lines of evolution



• TRIZ predicts next product evolution, but does not answer the question, "Why would the market need this innovation?"

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High-priority directions for TRIZ development

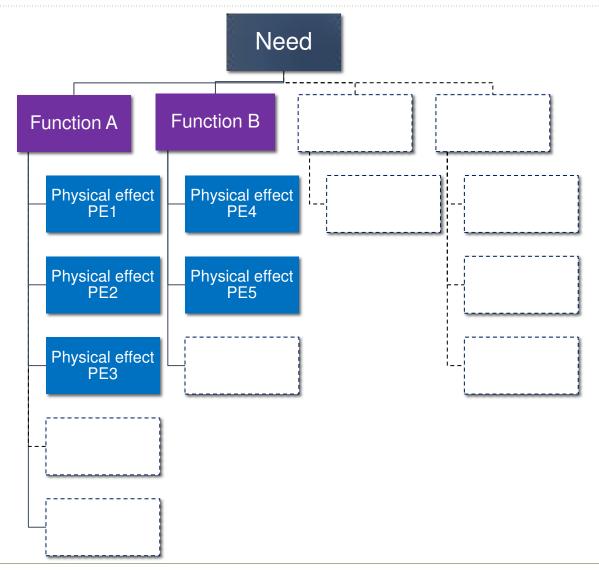


- Integration of TRIZ tools based on a unified language
- Addressing secondary problems
- Analogy-based solution search
- Transition from business challenges to technical problems
- Identification of high-potential innovations based on analysis of needs and wants
- Development of products and processes from scratch

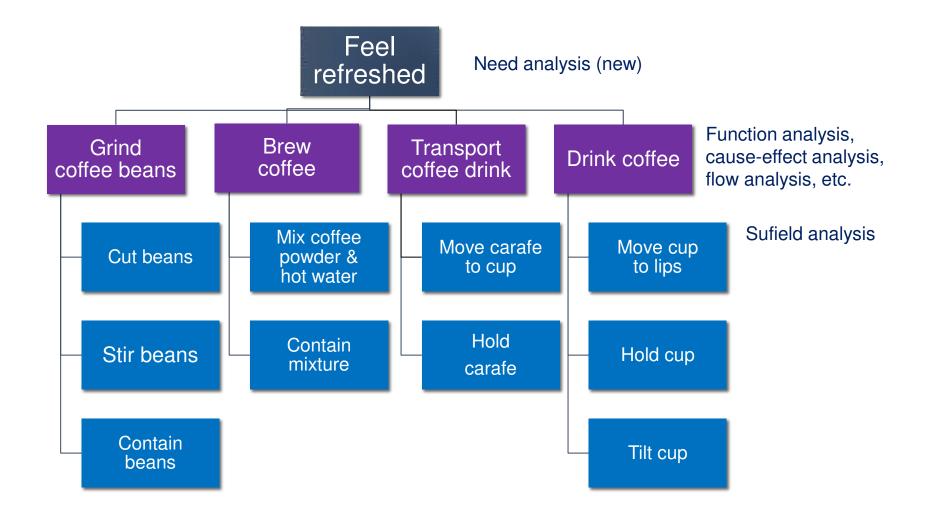
Proposed by the TRIZ Development Research Council of MATRIZ (2013)

http://matriz.org/wp-content/uploads/2012/09/TRIZ-Development-High-Priority-Directions-Summary-Eng.-100913-VF.pdf

The Hierarchy "Need – Function – Physics"



The Hierarchy "Need – Function – Physics"



History

- 1980: Genrikh Altshuller initiates a study of the need dynamics and their influence on the evolution of technology
- 1980-84: Igor Vertkin and Victor Fey are principal researchers
- 2012: Victor Fey continues the research

Main concepts and findings

- "Qualitative" needs vs. "quantitative" needs
- Transition from fulfilling "quantitative" needs to fulfilling "qualitative" ones
- Simultaneous fulfillment of many needs
- Need decomposition
- Imitation of need fulfillment
- DIY
- Conflicts between individual's needs and those of a larger group as sources of technological evolution.

What are needs?

- Needs and wants
- One object multiple needs
- Latent needs
- Needs and anti-needs
- Need permanency
- Need intensification
- Hierarchical conflicts between needs

Need vs. want

Need





- A need is something one must have, cannot do without.
- A want is something one would like to have, but can survive without.
- A need for one is a want for another.

Yesterday's want becomes today's need



• In the beginning the automobile was a toy, but today it's a necessity.

One object – multiple needs



Latent needs



- Some needs are explicit while others are latent (unexpressed).
- Satisfying latent needs often leads to new and rich market opportunities.

Most needs are permanent



Most needs rarely change, while systems that meet these needs (solutions) constantly evolve.

Need intensification



- Some new technologies make existing needs more acute (unmet).
- For example, proliferation of digital social networks and databases led to the increased vulnerability of privacy.

Needs and hierarchical conflicts

	Person	Group	Society
Person	 Team member vs. Team member Employee vs. Employee Student vs. Student Sibling vs. Sibling 	 Team member vs. Team Employee vs. Company Student vs. Class Customer vs. Company 	 Person vs. state laws and regulations Person vs. societal norms and traditions
Group		 Team A vs. Team B Family A vs. Family B Company A vs. Company B 	 Company vs. state laws and regulations Minority group vs. societal norms and traditions
Society			 Interstate economic, political, scientific, etc. competition

• Hierarchical conflicts are often sources of technology and product innovation.

Can't wait to see a TV commercial?





- TV ads fund TV networks
 Viewers hate commercial brakes
- This is a typical conflict between an individual and a group.
- It can be resolved either by social means (e.g., via regulations), or technologically.

Now you see it, and now you don't

Skip-commercial DVR



- Predicted in 1984
- First personal DVRs were introduced in 1999

Needs and anti-needs

Need

To be independent To be safe To feel busy To learn To take responsibility To share To lead To embrace change To be aggressive To like variety To be unique

Anti-need To belong in a group To take risk To relax To teach To avoid responsibility To keep to oneself To follow To value stability To be friendly To prefer sameness To blend in

- Most needs have opposites.
- This fact allows for envisioning innovations that address anti-needs.

Why do people take photos?



- A photograph is a solution for the need to keep memories.
- An anti-need: to destroy memories.
- What would be a solution for such an anti-need?

Temporary photos

- Conventional photo messaging:
 - Take a photo
 - Send the photo
 - Store the photo
- Snapchat photo messaging:
 - Take a photo
 - Send the photo

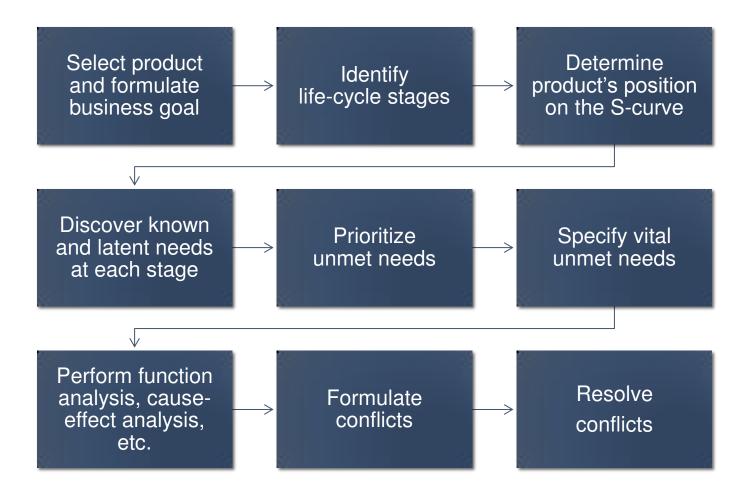




- 2011: Founder's idea met with a large skepticism
- 2014: 700 million photos & videos per day Google offers over \$4 billion to acquire



Need-analysis innovation process



Some need discovery techniques

- Need diversification
- Formulating anti-needs
- Need imitation
- Do-It-Yourself

Case study

- By the end of 90's, single-serve coffee brewers became popular in offices in Europe.
- Mars Drinks' FLAVIA earned a good reputation in that market.



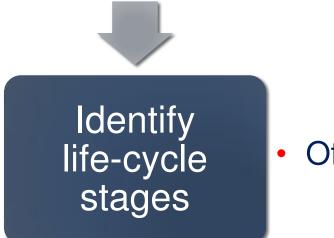
- Next major business goal growing the US market.
- US office coffee-consumption scenery:
 - In-house drip coffee brewers



Defining the business goal and life-cycle stage

Select product and formulate business goal

Object: Single-serve coffee makerBusiness goal: Grow market



Office environment

Position on the S-curve

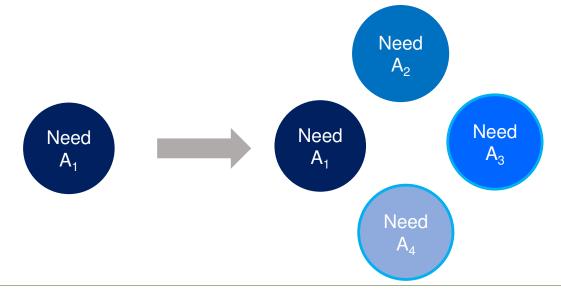
Determine product's position on the S-curve

- Maturity stage (main parameter: coffee quality).
- Directions for development : –Introduce a new operating principle – Accumulate additional functions –Eliminate auxiliary components
 - Eliminate auxiliary components
 - –Improve aesthetics

Need discovery

Discover known and latent needs

- Known needs: good/consistent coffee quality, ease of use
- Latent needs: Multiple types of drinks
- Trend of need diversification:
 - From meeting one need to meeting many similar needs.



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When applied to coffee...

• ... That meant recreating a Starbucks experience



Starbucks offerings





Cappuccino machine



Regular coffee brewer

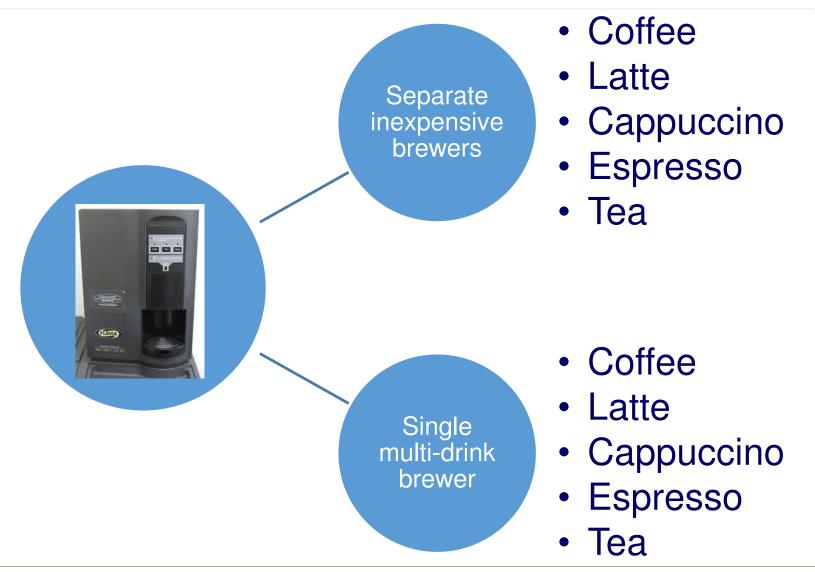


Hot chocolate machine



Tea brewer

Two potential strategies



FLAVIA cappuccino



Prioritizing needs



Let's ask customers



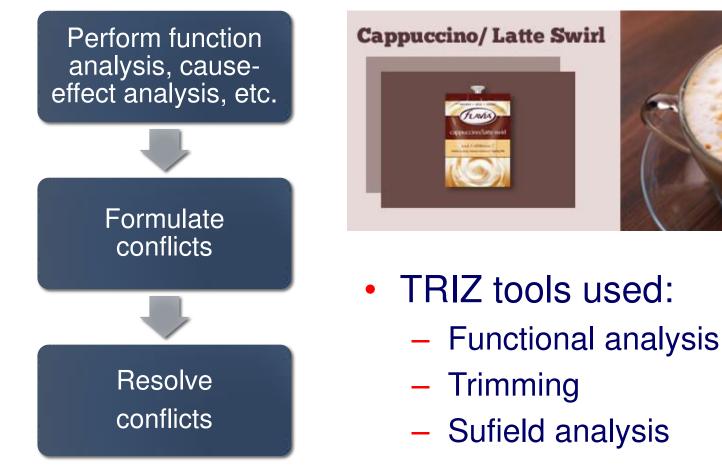
Thanks, but no thanks!

- Too much trouble to look after the fresh milk
- Too much mess
- Cleaning needed



Apply TRIZ

• How to deliver a hassle-free cappuccino drink?



Result

Flavia[™] Drink Station



High-quality drinks:

- Regular coffee
- Espresso
- Cappuccino (\$40M/year added)
- Hot tea
- Hot chocolate

Worldwide Patented

Questions and opportunities



- Trends of evolution of needs and wants
- Indicators of the level of need satisfaction
- Methods for the identification of all vital unsatisfied existing needs associated with a given system
- Methods for the identification of all vital latent needs associated with a given system
- Methods for the translation of needs into functional and physical models