

























Husqvarna Group – Off to a Good Start

Dr. Petra Sundström, Director Idea and Innovation Mgmt, Husqvarna Group



• https://youtu.be/rp0npJDS0s8

Petra Sundström



- D96
- Research for 13 some years;
 - SICS&The Mobile Life Center
 - Microsoft Research, Cambridge, UK
 - Christian Doppler Laboratory,
 Salzburg University, Austria
- Innovation & IoT Specialist
- Husqvarna Group



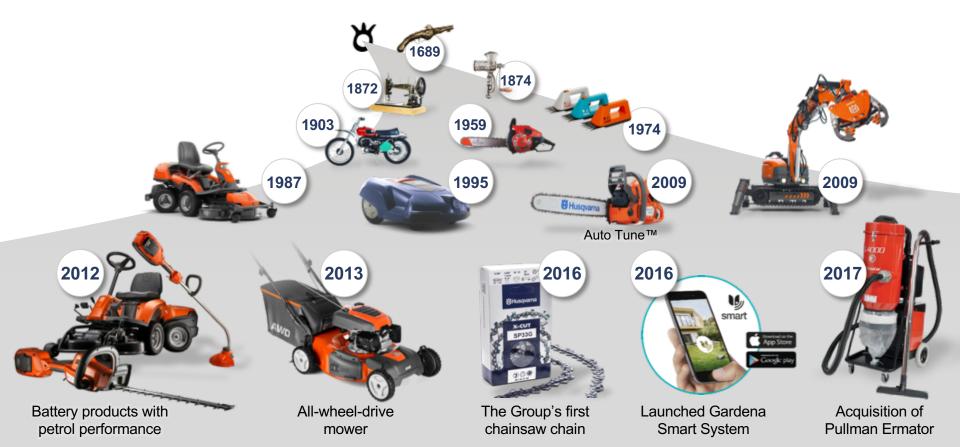
I'll be talking of



- IoT
- Husqvarna Group & some solution products we already have
- What we have been up to and why
- Wickedness & Design Thinking
- Innovation & organization around innovation

More than 325 years of innovation





Accelerated initiative

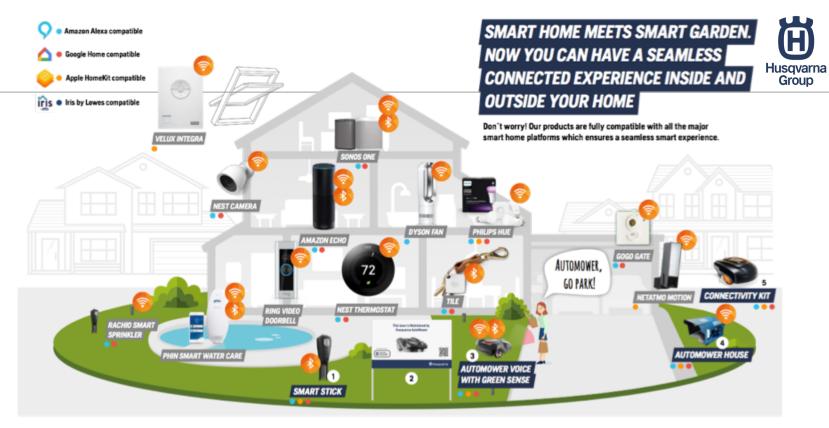
IoT Opportunities

Husqvarna Group

Building on experience and current trends

- Launched in 2016
- Provide convenience, freedom and inspiration to passionate gardeners
- Unique offering of both automatic watering and robotic lawn mowing
- Extended hardware offering and geographical distribution in 2017





1. SMART STICK

A flexible mowing BLE perimeter. Aust stick it in the ground and decide if your robot mower should stay away or hang around The Smart Stick. Powered by 100% solar energy.

2. CURIOUS NEIGHBORS

With every Automower a free sign is included so you don't have to answer the nelughbors questions yourself

\$0.00

3. AUTOMOWER VOICE W. GREEN SENSE

The new Automower with Voice Control and GreenSense. The Automower listens to your command. Green Sense insures that only the grass gets mowed.

4. AUTOMOWER HOUSE SKINS

Personalize the Automower House. Choose from thousands of skins. Go Panthers!

\$39.89

5. CONNECTIVITY KIT

Always know the status of your robot mower! Retrofitted WFi and complimentary BLE connects to your smart home. Powered by 100% solar energy. Compatible with Alexa and Google Home.

\$129.99

\$39.99 \$3759.99

Accelerated initiative

IoT Opportunities

- Husqvarna Fleet Services shows you how your machines are being used.
- The interactive system allows you to be strategic about maintenance, thus maximizing your uptime.
- The vibration reports and active coaching on improved working techniques allows you to be proactive and improve the health of your staff as well as the efficiency of their work.



Husqvarna Fleet Services





• https://youtu.be/agqELDvFuvU

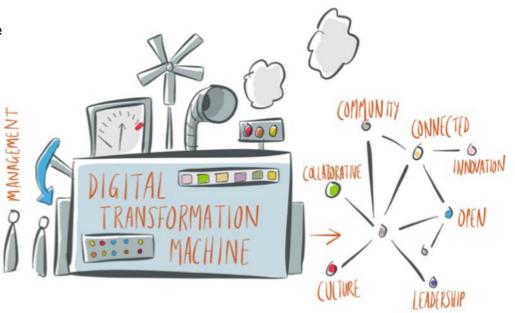
Digital, as upcoming Glue



Like everyone, we are up for Wickedness

A wicked problem is a problem that is difficult or impossible to solve because of incomplete, contradictory, and changing requirements that are often difficult to recognize. The use of the term "wicked" here has come to denote resistance to resolution, rather than evil.

@bryan MMathers



Husqvarna Group

IoT being Husqvarna Group

User value & Data – Here and now, and in years to come

System Products & Services

Possible interfaces

Sensors

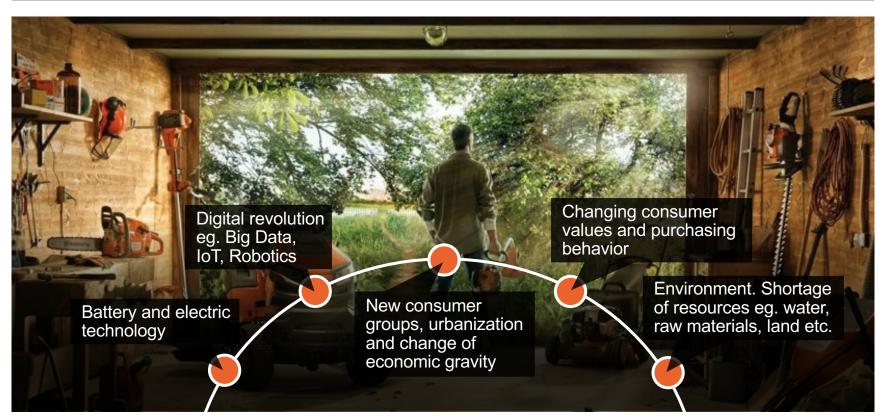
Connectivity

Qualitative products









Two Dimensional organization



Naturally, a company is fully focused on its existing

A company that aims for long-term survival must be able to continually improve its current operations, which also facilitates future business.

To be able to both develop existing operations and future business, companies need to run two entirely different management and governance logics in parallel.



Level 21

Husqvarna Group

Two Dimensional organization

Boliden, the mine as an open platform for innovation



Husqvarna Connectivity Hub (2014-2016)

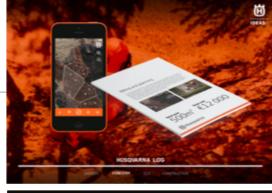




Going from Silo to Collaborative yet Agile

- Embracing Design Thinking can help us
- Design Thinking is about approaching Wicked problems
- Design Thinking is about exploring, sorting between and narrowing down the combinations of possibilities
- Design Thinking refers to creative strategies designers utilize during the process of designing.
 Design Thinking is also an approach that can be used to consider issues, with a means to help
 resolve these issues, more broadly than within professional design practice and has been
 applied in business as well as social issues. Design Thinking in business uses the
 designer's sensibility and methods to match people's needs with what is technologically
 feasible and what a viable business strategy can convert into customer value and
 market opportunity.





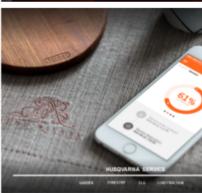




















Prioritization and Direction



BUSINESS CENTRIC B2B

- **Focus** on a fleet of products
- Services/Solutions for Fleet management, service contracts, optimization, planning, invoicing and alike
- Position for map view, localization, planning and optimization
- Data as glue for Business

TOOL/PRODUCT CENTRIC B2AII

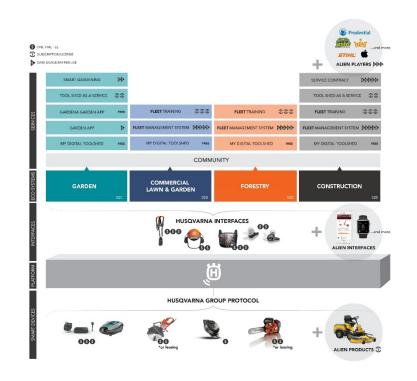
- **Focus** on a smaller set of products
- Services/Solutions for information, knowledge, how-to, manuals, research and sales
- Position for season based recommendation and localization
- Data for Recommendations

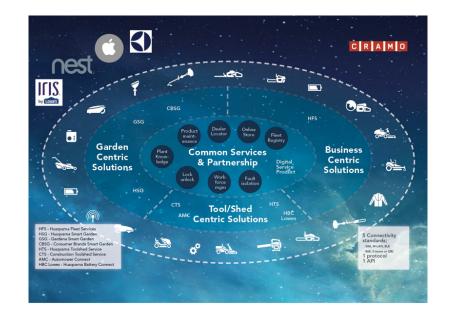
GARDEN CENTRIC B2C

- Focus on a set of co-located products
- Services/Solutions for automatic and inspired gardening, Smart
- Position for map view, weather, and garden condition
- Data for inspiration and Smart (algorithms)









Design Thinking to consider issues, with a means to help resolve these issues Ways of working – Customer Journey





Persona | Richard 46 years old



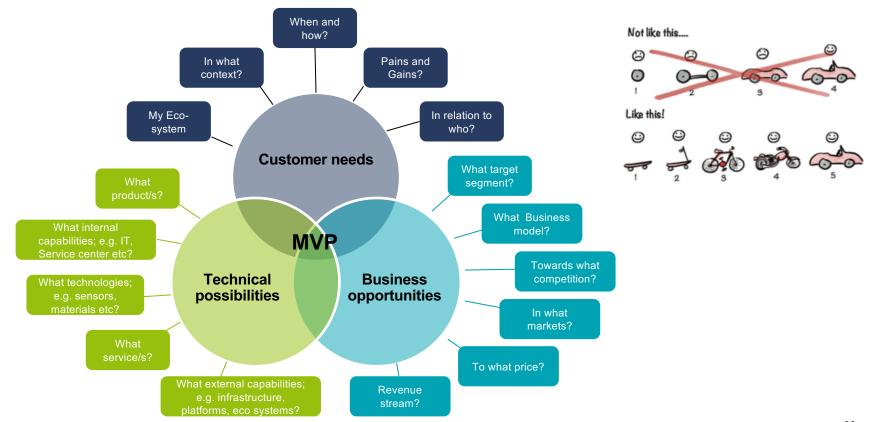
Persona | Ruppert 33 years old

After Before During Clues – Needs & Painpoints Solutions – Moments of Truth

To match people's needs with what is technologically feasible and what a viable business strategy can convert into customer value and market opportunity



Ways of Working – Minimal Viable Product (MVP)







I do not need a drill. I need a hole in the wall



Until it exists

The Battery Box is a Wicked problem



- Does it need to be a Box?
- How should the Box look like?
- How many lockers?
- How shall the lockers be positioned?
- Products and accessories in the lockers? Or separate lockers?
- How many shall there be?
- How much shall it cost?
- How long shall the rental time be?
- What products?

- Equal number of products vs lockers, or not? The consequences of choice.
- Member rentals? Or anyone?
- Connected products?
- What interpretation of data? And where?
- Only our products?
- App? Web? Store?
- Competition?

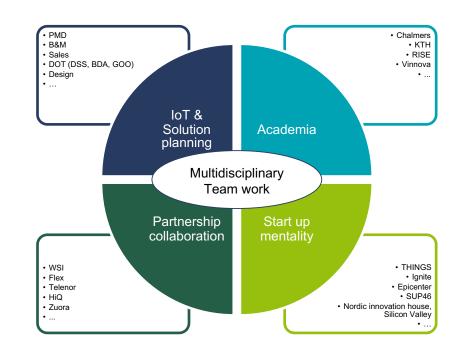
There is not ONE best answer

Digital/Creative expertise in Transformational times

Virtual Innovation Lab (VIL)



- VIL is to help the Group to execute on ideas and business opportunities relevant for more than one Division and/or Group
- VIL is to inject competence, ideas and novel ways of working (Ideas for execution can though come from anywhere in- or outside the organization)
- Location, team and means for execution needs to be adapted to each individual idea/business opportunity, e.g.;
 - By the means of setting together and validate a Proof of Concept around an idea novel to the Group, by the creation of a temporary co-located multidisciplinary team at location where relevant in relation to scope and the dynamics of the idea, e.g. the Battery Box project
 - External execution through established network of start ups, academia, and potential partnership collaborations, e.g. HACS, Husqvarna Active Communication System
 - Assistance with conceptualizing an idea internally through the activities of a workshop, prototyping and validation, e.g. multidisciplinary workshop with Construction extending Toolshed into a diamond tool selector app



Far more than a buzz statement

Aim high, start small, "fail" forward



- Visionary reports
 - First 2015, aiming for 2020
 - Second 2017, aiming for 2019



I've been talking of



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- We are moving towards Wickedness
- We need to take some Early bets
- As a more traditional silo organization we need to embrace methodology of Design Thinking to approach current and upcoming wickedness

Otherwise opportunities will remain as challenges...



www.husqvarnagroup.com