

What if it all comes down to . . .







And... how **do** we decide?

Legacy System	Replacer	ment System
Name:	Name:	
Phone:	Address:	
Address:	Phone:	

what's the **value** of this required change?

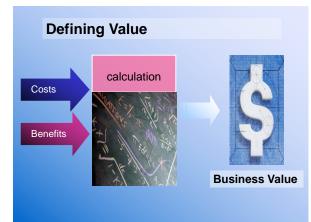


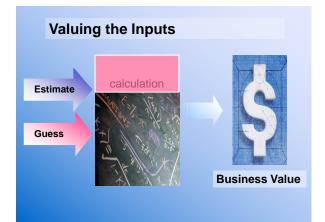
Ideally, we decide based on

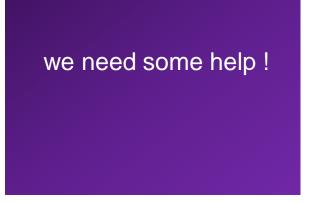
value,

but, what's that?





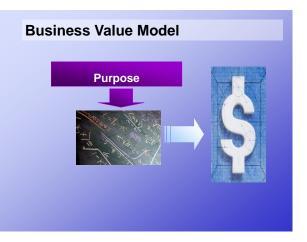




# Business Value Model

where <sup>do</sup> we start?







### **Purpose Based Alignment Model**





### The Differentiating Rules

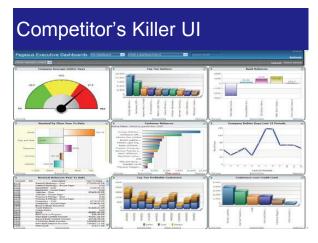
Rules	How?
Always Be the Market Leader	Innovate now and forever
Focus	Have 1-3 specific things you do better than anyone else
Own Differentiating	You cannot outsource your innovation

### The Parity Rules

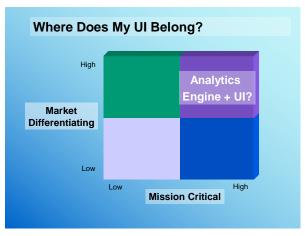
Rules	How?
Fill Any Gaps Because Gaps Kill	Adopt Best Practices – adopt the innovation of market leaders
Eliminate Risks Because Risks Kill	Simplify – complexity increases risks and reduces agility
Create Capacity To Focus Resources on Innovation	Standardize – there is only downside to exception handling of Parity activities

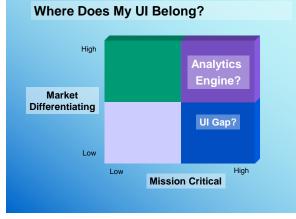
### How about an example?











# **UI As Parity**





new design goals:

• "go to school" on competitor's UI

don't be 🔶 so bad

### Results

- Market-aligned project, cut time by 50% and costs by 40%.
- Resources to create next evolution of analytics engine.





# strategy = sustainable competitive advantage



### 4 important questions:

- 1. Who do we serve?
- 2. What do they want and need most?
- 3. What do we provide to help them?
- 4. What is the best way to provide this?

# the "billboard" test...









### Galapagos "Billboard"







strategy creates decision filters a **HUGE** idea!

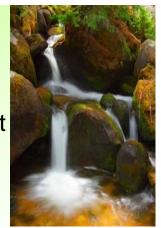
decision filters: make daily decisions

schedule projects

what to **develop** 



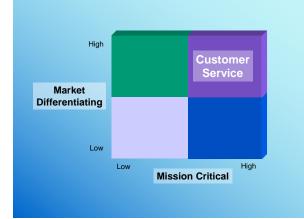
cascade decision filters throughout organization

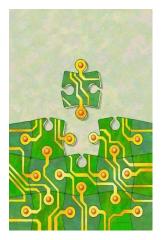


### How about another example?

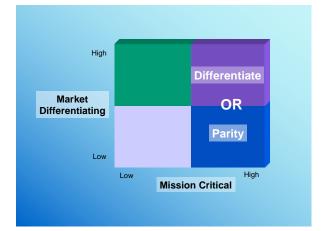
# single purchase, multiple credit cards

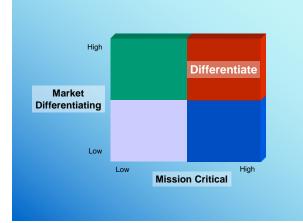






# requires customization





# pass the "billboard" test?

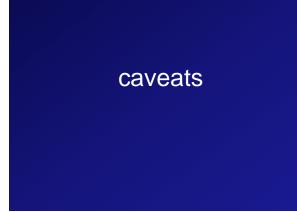






# treat exceptions as exceptions







# parity **iS** mission critical



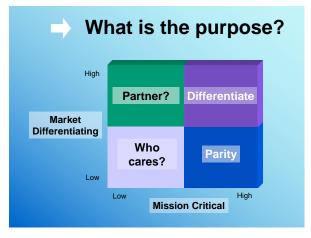




# differentiating

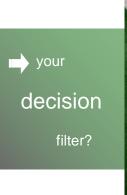
changes over time





### 13

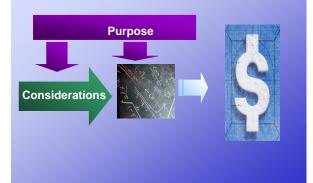








### **Business Value Model**









time <sup>to</sup> market





# uncertainty

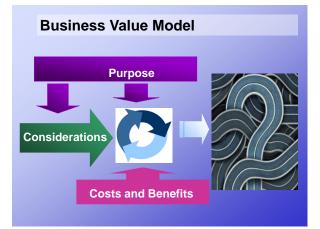
market uncertainty technical uncertainty project duration

dependents



# → your considerations?





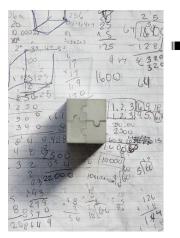


it's a conversation

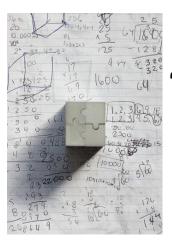


# group chunks





# What are your largest value chunks?



# "build"

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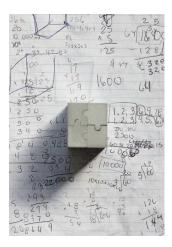
chunk...



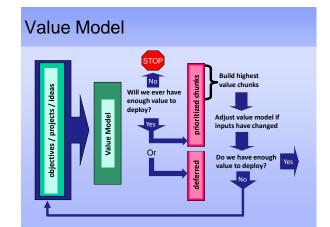
# ...you can ask...

Do we have enough business value to go to market?

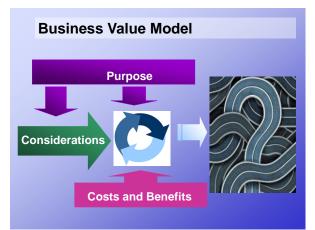
Should we continue?



What goes in the next cycle or chunk?









# it's a collaboration

