

## **CHAPTER 1:**

# THE BUSINESS IDEAS AND THEIR STRATEGIC VIABILITY

Master's Degree in Informatics Engineering

POLYTECHNIC SCHOOL
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# Traditional vs Modern companies

#### **Traditional:**

- Pyramidal/Hierarchical chart
- Bureaucracy
- Limited connection with clients
- Restrictive management of few brains
- Unmistakable order
- Management and controls
- Fixed/Closed
- Lack communication



Clients

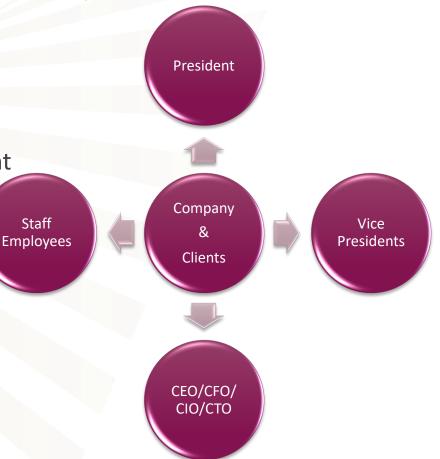




# Traditional vs Modern companies

#### Modern:

- Network/Equal structure
- Growth opportunities
- Personal & professional development
- Be part of the company's decisions
- Participatory leadership
- Innovation
- Flexibility/Open
- Well communicated in&out







# Entrepreneur vs Executive

#### **Entrepreneur:**

- A person who designs, launches and operates business idea, project or company/startup ... starting from an innovation.
- It's an attitude!! Who risks with its money for the company, idea, business...

#### **Executive person:**

 Senior manager who collects its wages at the end of month for his/her talent, objectives or results.





# Entrepreneur

#### **Different attitudes:**

- Always studying/learning
- Leadership
- Good communication
- Commitment with your business
- Work efficiently and quality
- Don't be afraid to take risks
- Not to be overcome by the first mistake

- Learn to set goals
- Work independently
- Separate professional and personal life
- Taking initiatives
- Searching results
- Pay attention to the different opportunities around you



What would you like to be, finally? Why?



## **Business Model Canvas**

#### **Concept:**

- BMC is a strategic management and lean startup template for developing new or documenting existing business models.
- Created in 2005 by Alexander Osterwalder (St. Gallen, Swiss, 1974).

#### **Characteristics:**

- Visual
- Organized by blocks
- Identify quickly the main activities
- No restriction for any business: industry, technologies, agri, services, ...





# **Business Model Canvas**

The Business Model Canvas	Designed for:	Designed by:	Date:	Version:
Key partners	Key activities	Value propositions	Customer relationships	Customer Segments
	Key resources		Channels	
Cost Structure		Revenue Streams		





## **Business Model Canvas**

Key partners: Identify the most important partners.

- Who are our key partners? And suppliers?
- Which key resources are we acquiring from them?
- Which key activities do they perform?

Key activities: Identify the most important activities.

- Which are the main (value) tasks of your company?
- What do you do every day to run your business model?
- They will link with our Value Propositions.





## **Business Model Canvas**

Key resources: Strategic assets needed.

- What kind of infrastructure will be necessary? Virtual or physical?
- What about our expertise and knowledge processes?
- Linked with the business' Key Activities.

Value propositions: Products and services that we offer.

- What value do we deliver to the client?
- Which one of our customer's problems are we helping to solve?
- Which customer needs are we satisfying?
- They will be related with the customer segments.





## **Business Model Canvas**

Customer relationship: Identify the type of relationship that we want to create.

- What type of relationship do we expect to establish with them?
- Which ones have we established?
- How are they integrated with the rest of our business model?
- How costly are they?

Channels: Deliver each value proposition in different ways.

- Through which channels do our clients segments want to be reached?
- How are we reaching them now?
- How are our channels integrated? Which ones work best?
  - Which ones are most cost-efficient?



# **Business Model Canvas**

Customer segments: Identify which clients we try to serve.

- For whom are we creating value?
- Which are our segments/dimensions for these customers?

Cost structure: Identify monetary consequences.

- What are the most important cost inherit in our business model?
- Which key resources are most expensive? And activities?





# **Business Model Canvas**

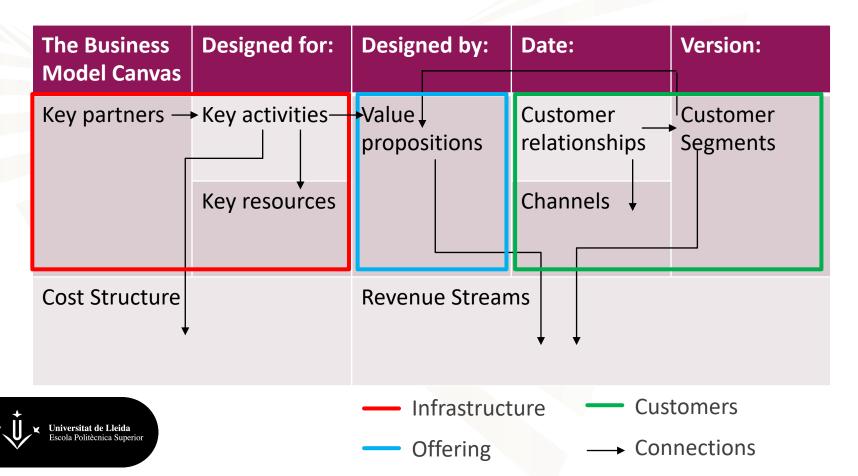
Revenue streams: Incomes from each customer segment.

- What type of relationship we expect to establish with them?
- Which ones have we established?
- How are they integrated with the rest of our business model?
- How costly are they?





# **Business Model Canvas**





# **Business Model Canvas**

### Assignment 0!!

- Draw a Business Model Canvas based on your business idea worked during last months.
- Let's check <u>Virtual Campus</u> to see more information!!

