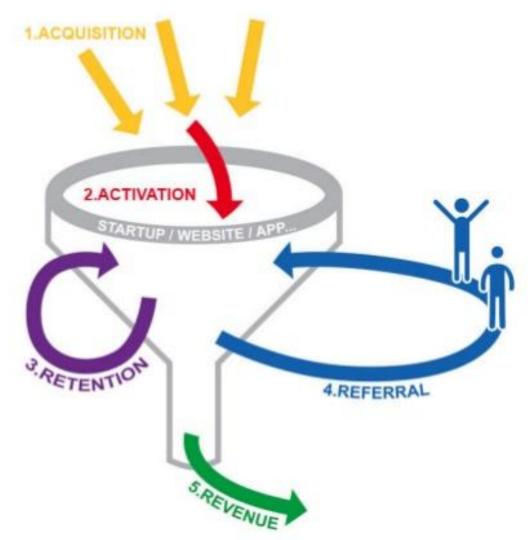
Design for Execution Part 2: Retention and Growth

Shan-Hung Wu CS, NTHU

Product Launched... and Then?

- User funnel
 - Acquisition
 - Activation
 - Retention
 - Referral
 - Revenue



Outline

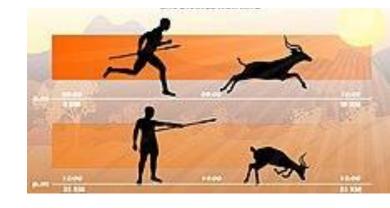
- Design for retention
- Design for growth

Outline

- Design for retention
- Design for growth

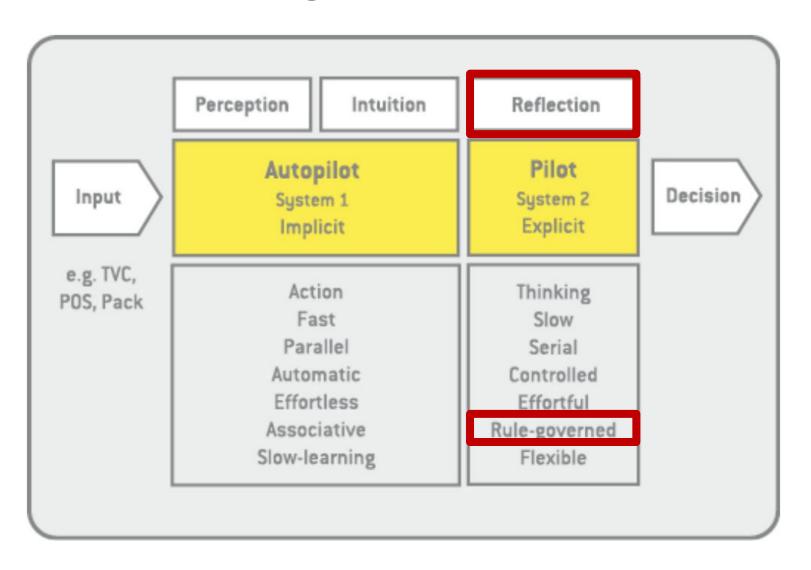
Why Are You Addicted to Facebook/Instagram/YouTube...?

- Information hunting
 - Mindless scrolling for "the next interesting thing"
- Evolution supported!
 - How primitive mans hunt?
 - Persistence hunting

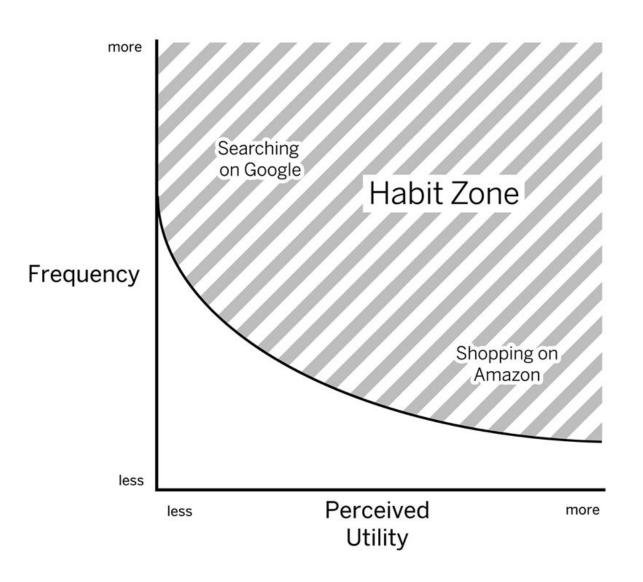


But how exactly is the "addiction" is formed?

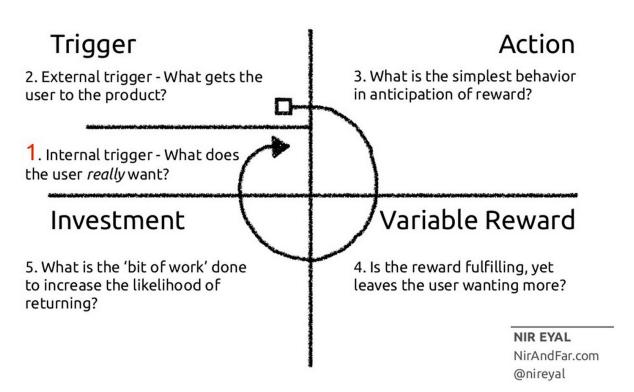
Thinking, Fast and Slow

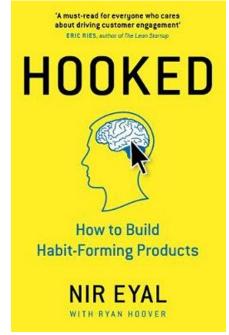


Habit-forming Products



A Cycle for Habit Forming





Triggers

- External vs. internal triggers
- Internal triggers:



- Google?
 - Security (certainty) + discipline (knowledge)
- Only exist for the *leading brand*

External Triggers

Target: from life events to internal triggers

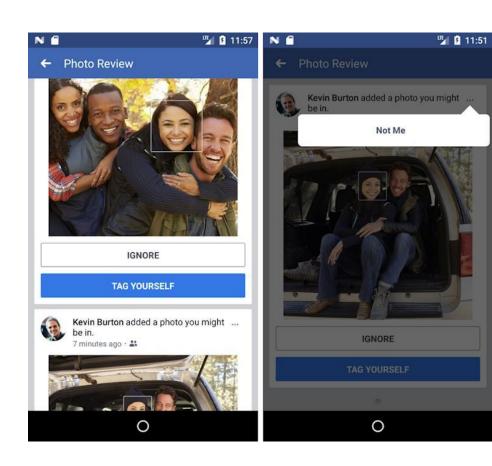


- What context?
- What's the right time (touchpoints)?

Actions

Necessary conditions:

- Trigger (tangibility)
- Immediacy
- Certainty
 - Expected rewards vs.
 - Costs



Costs of Actions

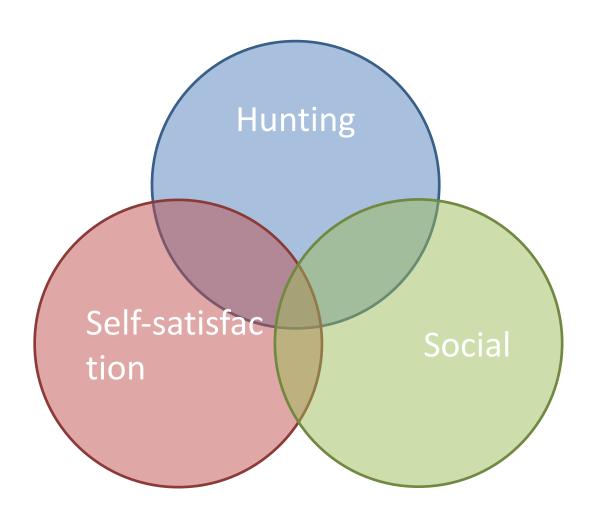
- Time
- Money
- Effort
- Brain power
- Deviation from social norm
- Breaking convention



Rewards

- Bio fact: dopamine are released (by nucleus accumbens) at the time people want to get rewards
- Rewards must align with user goals
 - So, dopamine can triggers actions in the next cycle
- Rewards must be dynamic
 - If you don't get it this time, you want it more
 - E.g., gambling

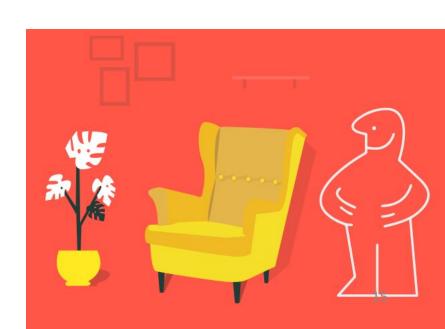
3 Types of Dynamic Rewards



Input/Investment

- Goal 1: for the next triggers
 - Increase action frequency
- Goal 2: to make users like your product
 - The more people input, the more they like you
 - Commit and consistency
 - Rationalization
- Input after rewards
 - Reciprocation





at right time

of low cost

Trigger

2. External trigger - What gets the user to the product?

1. Internal trigger - What does the user *really* want?

Investment

5. What is the 'bit of work' done to increase the likelihood of returning?

for the next trigger

Action

3. What is the simplest behavior in anticipation of reward?

Variable Reward

4. Is the reward fulfilling, yet leaves the user wanting more?

accrue desire





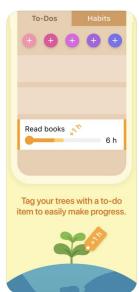




Can you identify a hook cycle?









Outline

- Design for retention
- Design for growth

Will Users Share Anything?



No!



Social Currency

We share things that make us look good

Triggers

Top of mind = Tip of tongue

Emotion

We share when we care

Public

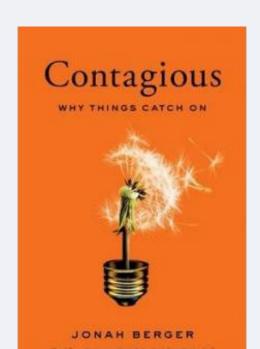
Build to show = Built to grow

Practical Value

We share news that others can use

Stories

Info travels via stories & idle chatter



Social Currency

 People share products/ideas that make them appear smart, cool or informed

- Help create social currency by
 - Making your product/idea remarkable
 - Leveraging game mechanics
 - Using scarcity and exclusivity

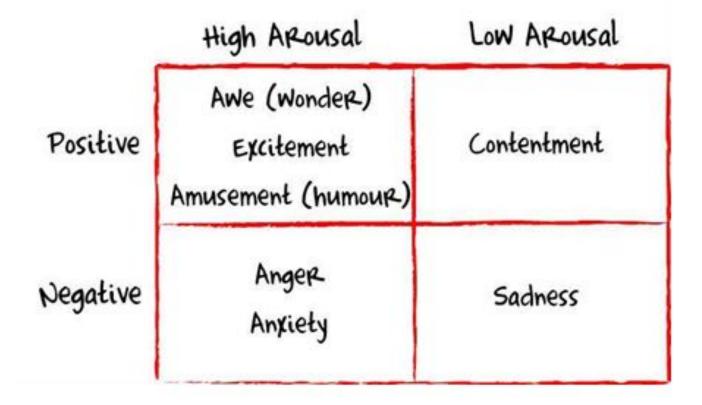
Triggers

 People tend to talk about whatever's at the top of their minds

- Create effective triggers that meet 3 criteria:
 - Frequency
 - Relevance
 - Context

Emotion

- Not all emotions spur action
- Focus on arousal emotions:



Public

 We're more likely to discuss and imitate something that's public and observable

- Turn private to public using
 - Self-advertising
 - Behavioral residue



Practical Value

 People like to pass on content with practical value that'll benefit the recipients

Can we help users help other users?



Stories

- People like to pass on information in a vivid, engaging, and persuasive way
- Embed your product/idea in a captivating story
- Make sure your brand/message is integral to the story











Where are the STEPPS?









Demo 2: Hi-fi Prototypking

•	Mockups & design systems	20	1%
•	Interactions (happy path)	20	1%
•	Design critic (intra-tram peer i	review)	10%
•	Usability test (inter-team peer	review)	10%
•	Design for Execution	40%	
	Acquisition	10%	
	A pitch		
	Activation	10%	
	 Design for the promised value 		
	Retention	10%	
	 Design for retaining users 		
	Referral	10%	
	 Design for growth 		

Demo2: Submission

- Video presentation
 - About 15 min
- Progress report
 - Up to 10% bonus

Happy prototyping!