The Strategist: Strategy from Contrast

Adam Brandenburger

J.P. Valles Professor, NYU Stern School of Business Distinguished Professor, NYU Tandon School of Engineering Faculty Director, NYU Shanghai Program on Creativity + Innovation Global Network Professor New York University



"Strategy Needs Creativity" Adam Brandenburger Harvard Business Review, March-April 2019

What different kinds of strategy from contrast are discussed?

Falsifying an assumption

Reversing the order of a sequence

Inverting the value chain

How to begin?

Precisely identify the assumptions that underlie conventional thinking in your company or industry

Think about what might be gained by proving one or more of them false

Deliberately disturb an aspect of your normal work pattern to break up ingrained assumptions

What to watch out for?

Because the assumptions underlying your business model are embedded in all your processes — and because stable businesses need predictability — it won't be easy to change course

3



"The New Psychology of Strategic Leadership" Giovanni Gavetti *Harvard Business Review*, July-August 2011

Contrasting moves require shifts in one's mental model of the business landscape

What kinds of shift are considered?

Big shifts, which competitors cannot imagine

Categorical shifts, such as envisaging one's business as like that in another industry

Existential shifts, such as redefining the core product one is going to deliver

"The New Psychology of Strategic Leadership" cont'd

What modes of 'thinking out of the box' are favored/disfavored?

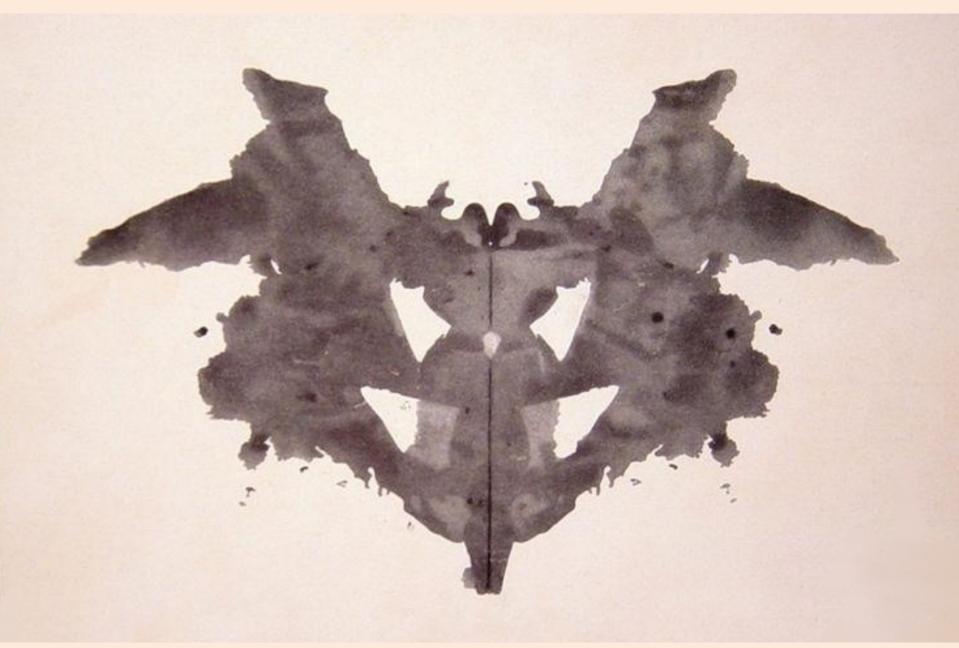
Associative thinking and, in particular, thinking by analogy are favored

Brainstorming and recombination are disfavored

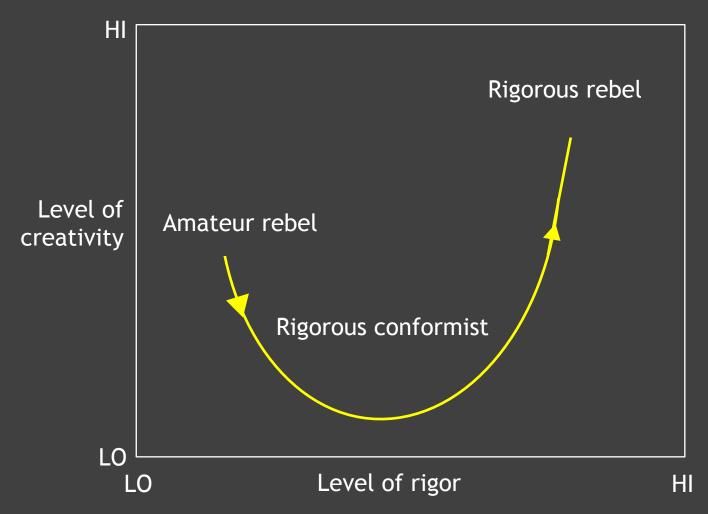
What players have to buy into these shifts of mental model?

Internal audiences — managers and workforce, not just leadership

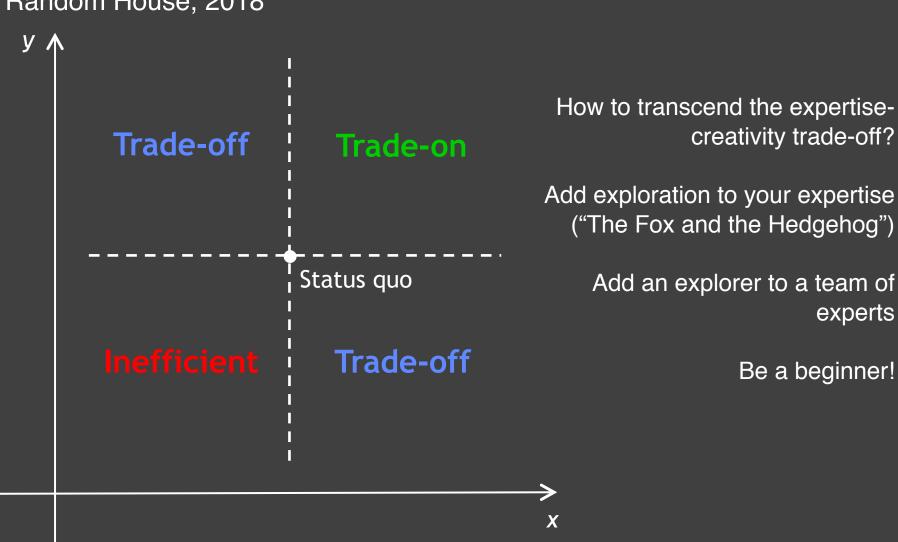
External audiences — customers (actual and potential), capital lenders, financial analysts, media, suppliers, partners ("complementors"), ...



Unsafe Thinking Jonah Sachs Random House, 2018

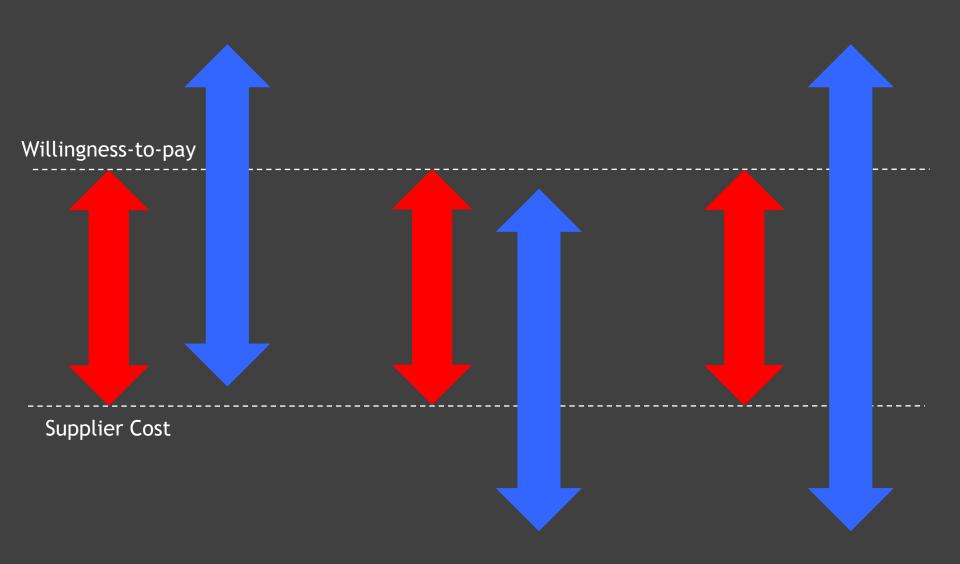


Unsafe Thinking cont'd Jonah Sachs Random House, 2018





"Apollo 11 Lunar Module Eagle in landing configuration in lunar orbit from the Command and Service Module Columbia" by NASA - NASA website; description,[1] high resolution image.[2]. Licensed under Public Domain via Wikimedia Commons - http://commons.wikimedia.org/wiki/



*Originals*Adam Grant Viking, 2016

What gets in the way of being an 'original'?

From the outside --

Being told it won't work or it's already been done

Being criticized for lacking the expertise

From the inside --

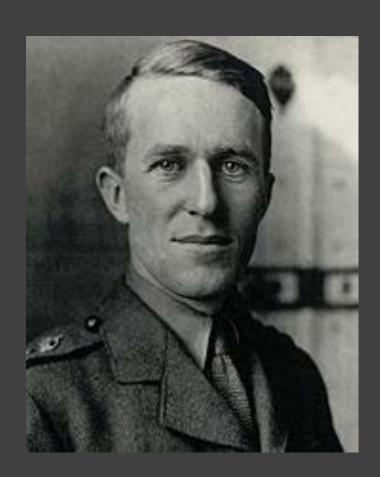
Feeling lack of expertise or power

Conforming to the crowd, being reasonable, accepting defaults

Becoming an "excellent sheep," being achievement motivated

Choosing surface ways to be different without really being original







https://www.youtube.com/watch?v=5ZQSpMiaaxk

Pictures: Wikipedia



https://upload.wikimedia.org/wikipedia/commons/6/6e/Lilac-Chaser.gif



In-Class Exercise

Each group will:

- (i) identify a piece of conventional wisdom around strategy in some area of life (business, government, arts, sports, games, warfare, ...)
- (ii) state a proposition (a new strategy) that stands in sharp contrast with this conventional wisdom
- (iii) produce a mini-presentation arguing that the new approach could work

When you present, tell us both about the idea you came up with and the process that led to it