# Moving Towards Thailand's Future Economy with Science, Technology and Innovation

NSTDA Annual conference: NAC2019

## Somchai Laohverapanich



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#### **Education**

- B.Sc. Chulalongkorn University
- Doctor of Veterinary Medicine, Chulalongkorn University
- MBA (Finance), Thammasat University

#### **Working Experience**

- 3 Years Assistant to Vice Chairman CPG (2016-2018)
- 10 Years: Managing Director, DuPont (Thailand) Limited (2006-2015)
- 10 Years: Novartis Thailand.
- 13 Years: Cargill Thailand

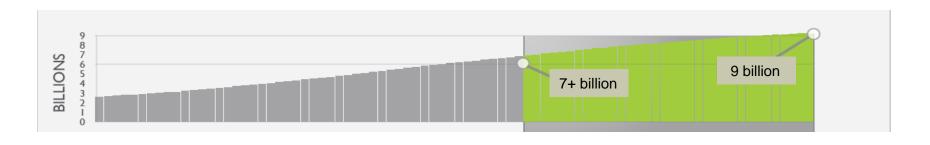
#### **Current Experience**

- Board of Director INSEE EcoCycle
- Advisory team Chia Tai Group
- Consultant to TOA Chairman
- National Science Technology and Innovation Policy office

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# The world is facing unprecedented challenges

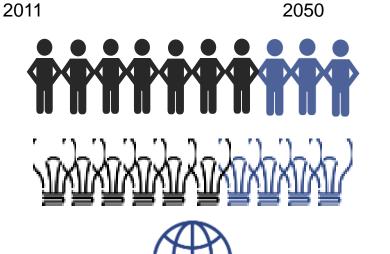
By 2050, the world's population will reach 9 billion



Food demand: 70% increase

Energy demand: 53% increase

Sustainability is important



# Clear Focus on Science and Technology

## **Ag & Nutrition**

**1. Extend** across the highvalue, science-driven segments of the Ag and Food value chain

# Bio-based Industrials

**2. Develop** industrial biotechnology capabilities to create transformational new bio-based businesses

# **Advanced Materials**

3. Strengthen and grow differentiated high-value materials and leverage new sciences

#### **Three Innovation Strategic Priorities**

## **Strong Market Positions**

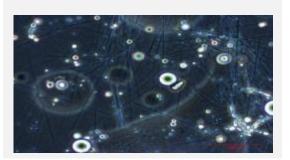
**Agriculture** 



**Food** 



**Biosciences** 



**Automotive** 



Mobile Devices, Displays



Solar/Energy



**Protection** 



**Well Positioned in Growth Markets** 

#### Over 200 Years of DuPont









**1802 ESTABLISHED** 

**1880 EXPLOSIVES** 

1903 EXPERIMENTAL STATION

1935 NYLON







1962 LYCRA®



1965 KEVLAR®



1967 NOMEX®



1967 CORIAN®

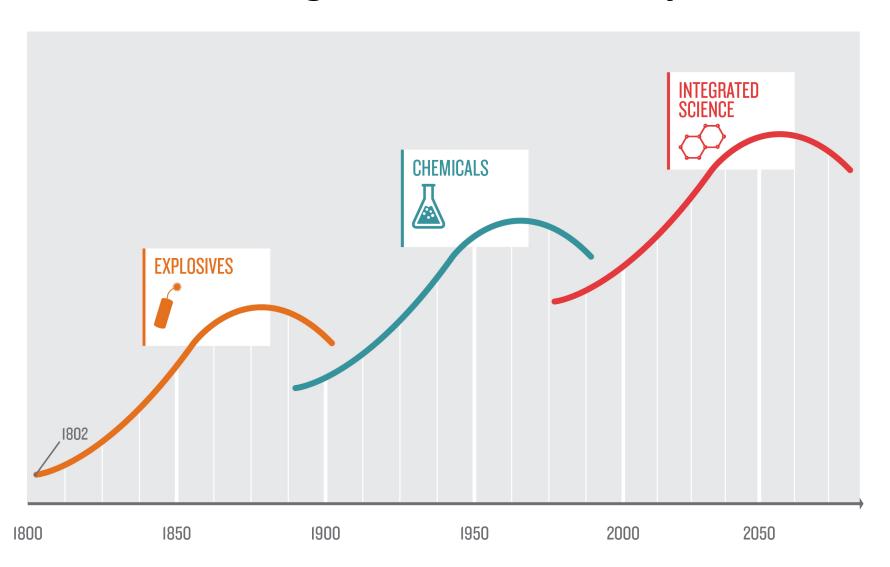


1967 **TYVEK**®



2001 SORONA®

# **Innovating into our 3<sup>rd</sup> Century**



#### Mission Critical: Market-Driven Innovation

#### **Market Driven**

Direction set by deep understanding of customer needs and desired outcomes

Marketing strategies maximize sustainable value creation and capture from the offering

#### **Innovation**

**New Products** 

**New Services** 

New Technology Platforms

New Market Platforms

**New Business Models** 

### **Not All Opportunities are Created Equal**

#### Level 4

Transformational, Differentiated Cross BU opportunities or "Game Changer" requiring significant technical or marketing resources

#### Level 3

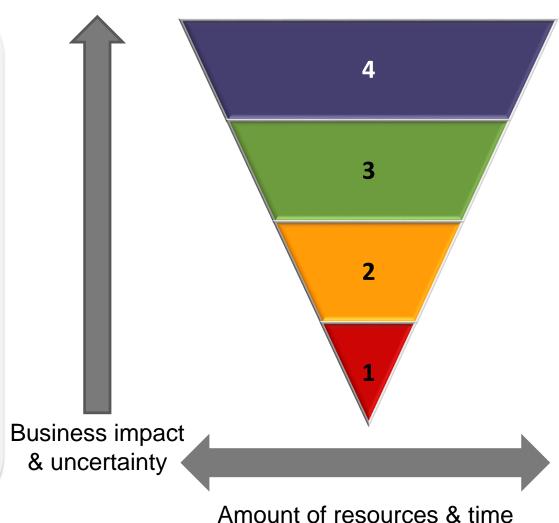
Differentiated opportunity requiring significant technical and marketing resources

#### Level 2

Requires minor technical or marketing involvement

#### Level 1

Can be addressed with current offering, business model, product



Amount of resources & time required

#### **Innovation Excellence**

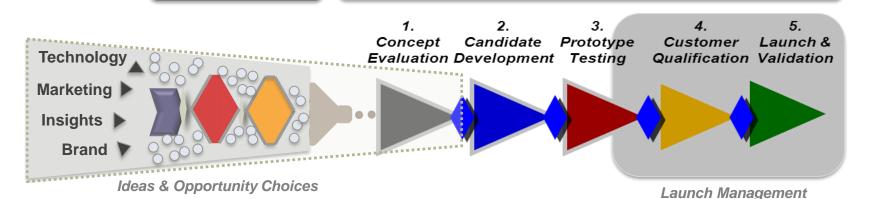
#### Corporate, Pillar & Business Strategy

#### **Innovation Strategy & Objectives**

**Innovation Portfolio Management** 

Stage 0

#### **Governance & Project Execution**



**Enabling Technologies, Analytics, Knowledge Management** 

Core Values, Leadership, Competencies, Organization

## **Integrated Science is Differentiator**



**Material Sciences** Chemical Sciences Biological Sciences



#### **Local Collaboration – Vegetarian Meat for Ready to Eat Meals**



Soy Protein Solutions

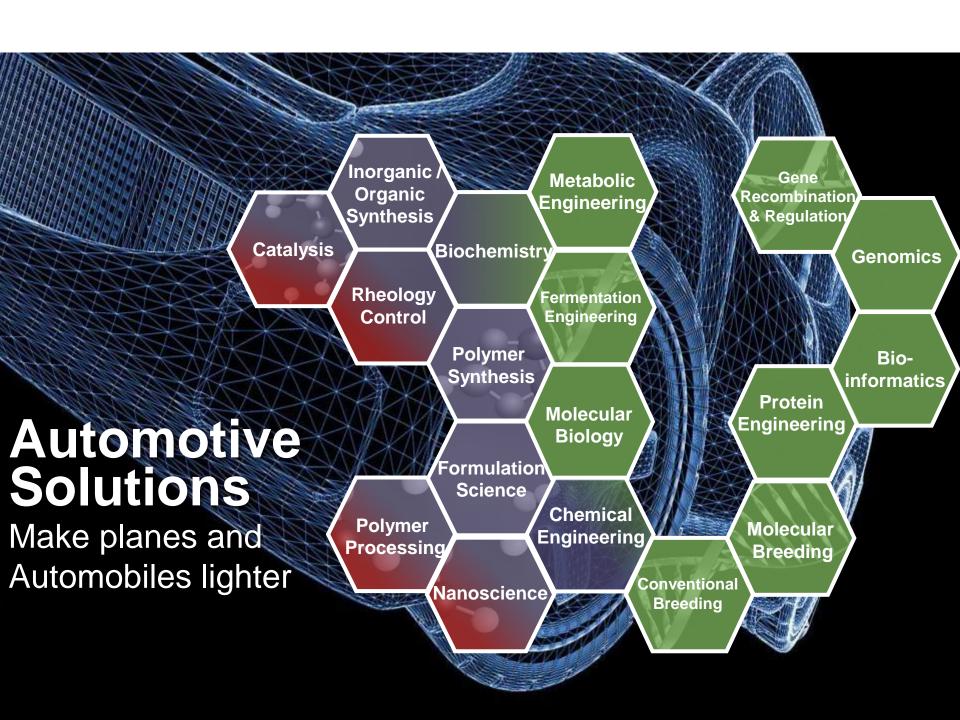
#### **Customer's Need**

- Vegetarian Ready To Eat meals for modern trade
- Healthy
- Convenience
- Authentic meat experience

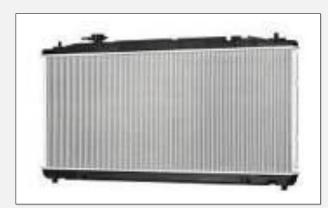
#### Soy Protein Solutions

- Improved quality of vegetarian products
- Low saturated fat
- No cholesterol
- Provides whole muscle meat flavor and texture
- Convenience and great taste.





## **Integrated Science Delivers Automotive Solutions**



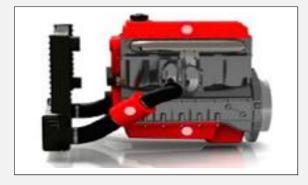
**Renewable Materials** 

**DuPont™ Zytel® RS nylon** 



Blow-Molded DuPont™ Hytrel®





**Durable Under the Hood Parts** 

**DuPont™ Zytel® PLUS nylon** 



# **Advanced Biofuels**

Low carbon, scalable, sustainable







# **Innovation Process**



October 15, 2012

## Any difference?



#### **Creativity VS Innovation**

- Creativity is the idea
- Innovation is creativity implemented

People are having great ideas all the time. But it's the sorting out and finding the right idea and bringing it to life that defines innovation.

Source: <a href="http://creativityisfree.com/2008/06/06/creativity-vs-innovation/http://www.marketingprofs.com/ea/qst\_question.asp?qstID=12705">http://creativityisfree.com/2008/06/06/creativity-vs-innovation/http://www.marketingprofs.com/ea/qst\_question.asp?qstID=12705</a>



is using money to make ideas; creating possibilities

Innovation

is using ideas to make money

creating business value

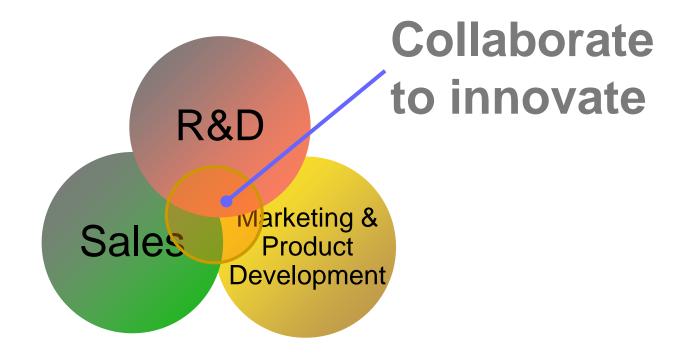
October 15, 2012

# 3 Different Cultures Diverging: A Constant Dilemma



October 15, 2012 23

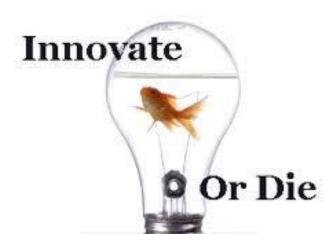
#### **Common Ground**



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#### **Key Areas to Remember**

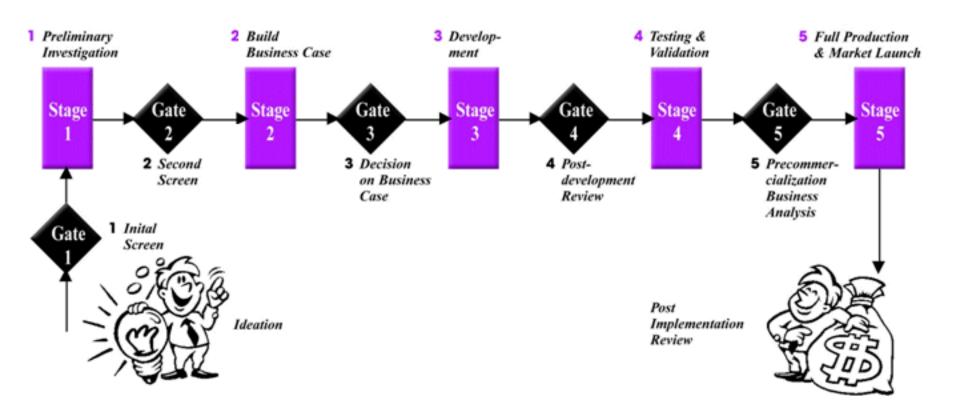
- If we fail to innovate as professionals, we plan to fail.
- Need to recognize that innovation is a process and not a result.
- Innovation does not just rain down form above but rather it is learned.
- Need to recognize the obstacles to innovation and be careful the traps of traditional thinking.



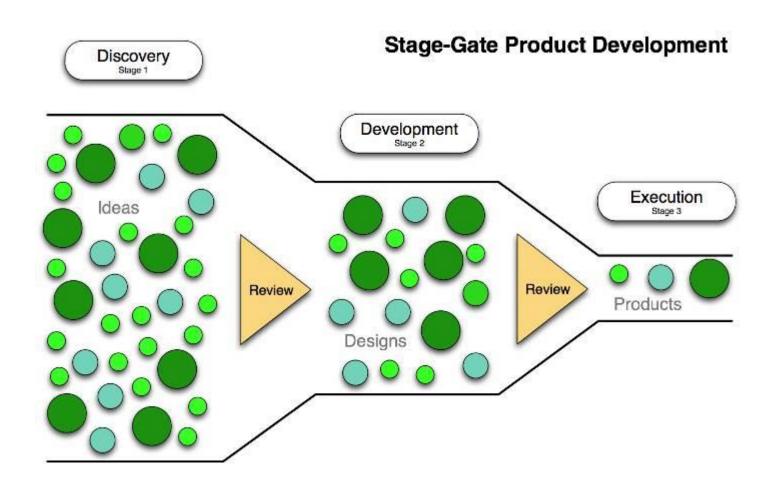
#### **Innovation Process**

The model shows the various stages of innovation process when assisting projects from idea to commercialized product.

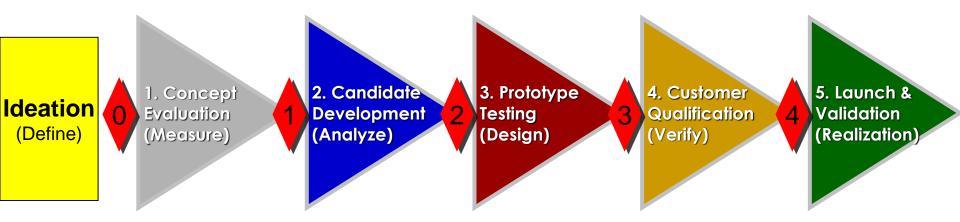
# The Stage-Gate® European Site Product development process



# Dr. Robert Cooper's Stage-Gate process for new product development

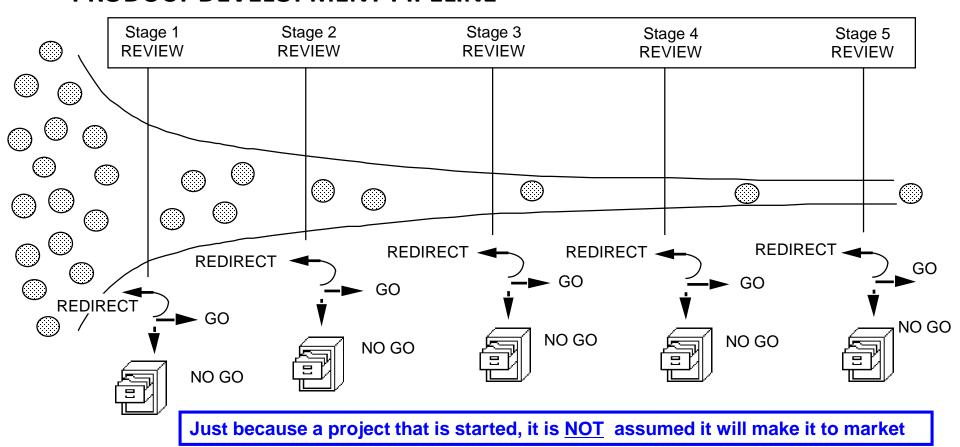


#### **Stage Gate Process at DuPont**



# In Average, Only 10% of Ideas That Make It to Commercialization!!

# THE STAGE GATE REVIEW PROCESS IS USED TO MANAGE THE PRODUCT DEVELOPMENT PIPELINE



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#### **Market-driven Innovation Process**

20 July 2018

26-Mar-19

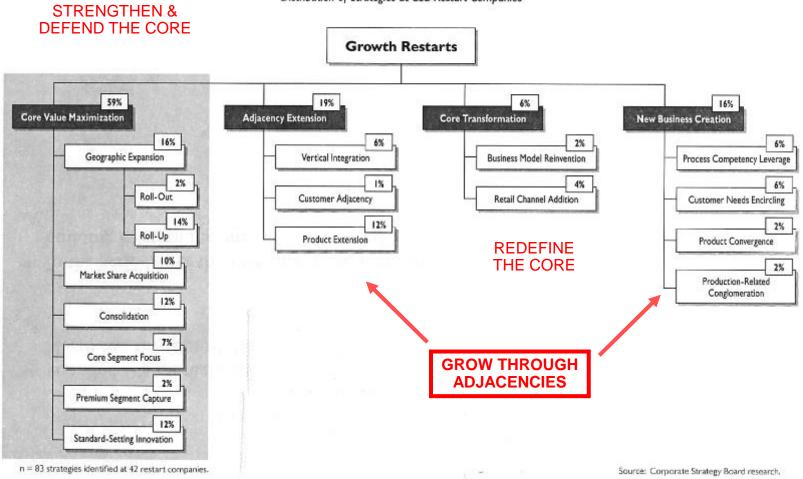
#### Dasic Growth Strategies

FINDING #4: THE CORE REENVISIONED

#### In Your Own Backyard

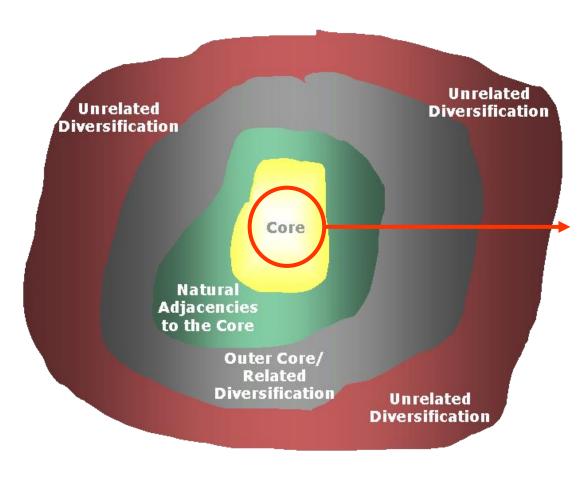
Taxonomy of Restart Strategies

Distribution of Strategies at CSB Restart Companies









THE FURTHER THE DISTANCE FROM YOUR CORE, THE:

Less competitive advantage

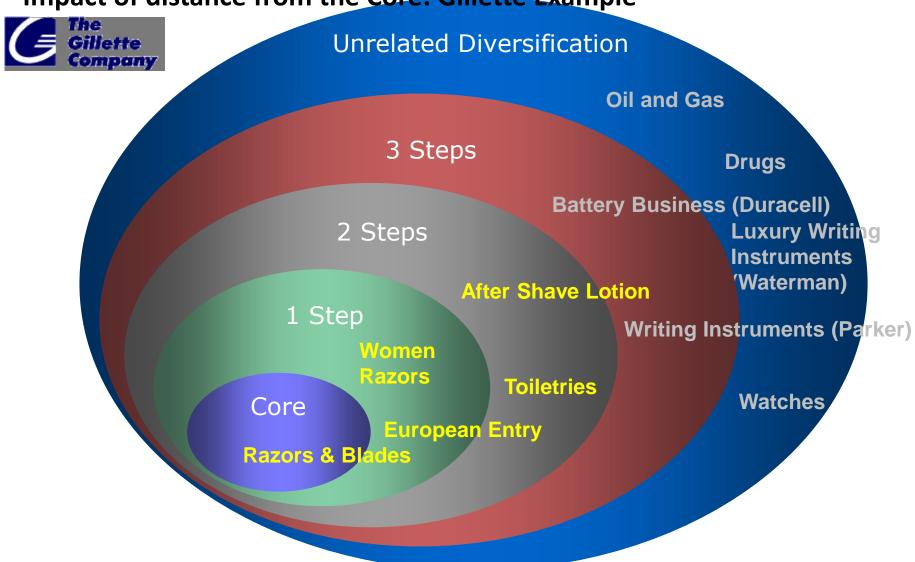
Less potential profitability

Lower market share/customer loyalty

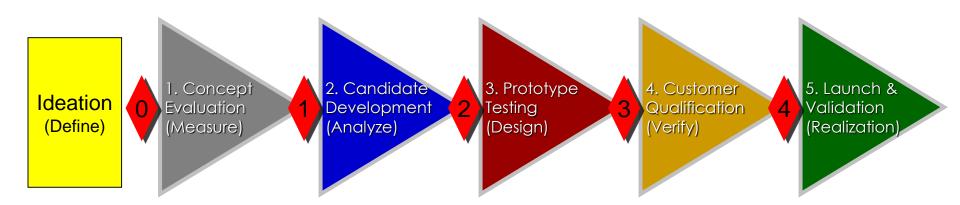
#### **Key Questions**

- 1) What defines the current core business?
- 2) Which cores should be built around and which require strengthening or defending?
- 3) What are the most attractive growth opportunities that emanate from the strong cores?
- 4) What are the implications for the overall strategy, reinvestment options, financial pro forma and organization?

#### Impact of distance from the Core: Gillette Example



#### Market-driven Innovation Process (Stage-gate) Framework



Brainstorm to identify and prioritize potential ideas

Initial
feasibility on
market
opportunity,
technology,
business case
and project
finance

Product/service prototype development

Project risk assessment

Law & regulations compliance

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Prototype testing with sample of target group in the market and collect feedback for improvement

Product/service quality testing with customer

Market launch plan development

Product/ service launch and follow-up



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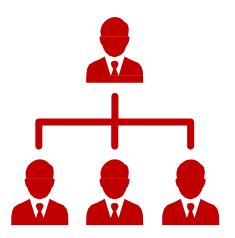
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# **Key Success of Stage Gate Implementation**

Corporate Culture
Organization structure
Stage Gate process
Governance process and Discipline
Project Coordinators

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**Decision Board** 



**Project sponsor** 

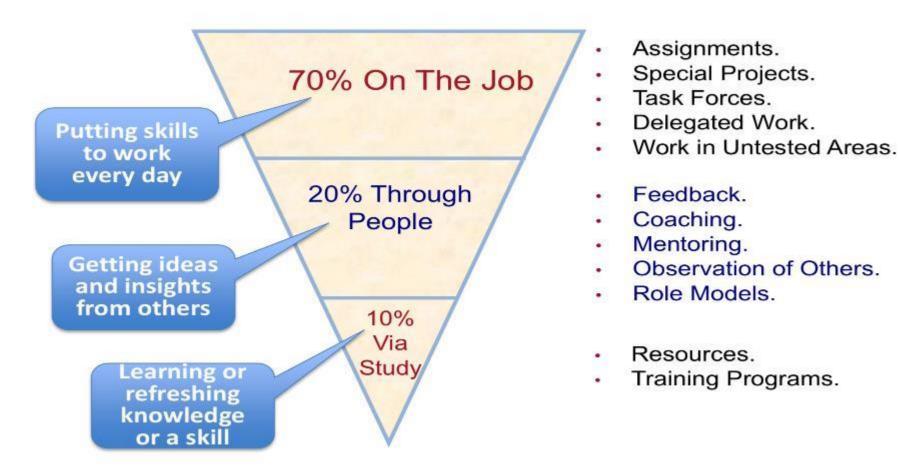


**Project coordinator** 



**Project team** 

#### **Effective learning process**



## **Decision Board Members**

- 1. ประธาน
- 2. รองประธาน
- 3. กรรมการจากฝ่ายผลิต
- 4. กรรมการจากการตลาด
- กรรมการจากการขาย

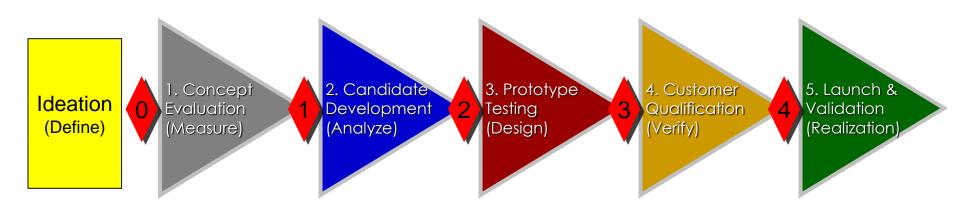
- 6. กรรมการจากวิศวกรรม
- 7. กรรมการจากวิจัยและพัฒนา
- 8. กรรมการจากการเงิน
- กรรมการจาก QA/QC หรือ

Regulatory Affairs

10. ผู้ประสานงาน

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#### Market-driven Innovation Process (Stage-gate) Framework



Brainstorm to identify and prioritize potential ideas

Initial
feasibility on
market
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Product/ service launch and follow-up

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#### Stage Review\_ Discipline

## ขั้นตอนการพิจารณาของคณะกรรมการ

เตรียมตัว	น้ำเสนอ	ถาม-ตอบ	ประชุม ตัดสินใจ	แจ้งผลกับ สมาชิกทีม	ส่งเอกสาร สมาชิกทีม
7 วัน	30 นาที	30 นาที	30 นาที	15 นาที	3 วัน
ส่งเอกสาร ล่วงหน้า	คณะกรรมการฟัง	คณะกรรมการถามได้	ัสมาชิกออก จากห้อง	เหตุผลการ ตัดสินใจ	รายละเอียดการ พิจารณา
	1 ชม. 45 นาที				

- 1. Event Base เรียกประชุมเมื่อต้องทำการตัดสินใจ
- 2. Decision Making meeting มิใช่การ Update
- 3. Decision Result การประชุมต้องได้ผลการตัดสินใจทันที
- 4. Conference meeting กรณีสมาชิกอยู่ต่างประเทศ
- 5. Document Support ทุกขั้นตอนมีระบบเอกสาร
- 6. Senior Leader Support ทุกคนต้องสนับสนุนขั้นตอนเหล่านี้

# **Governance Process and Discipline**

- 1. Go ผ่าน
- 2. No Go ไม่ผ่าน หยุดทำ
- 3. Hold พัก หยุดชั่วคราว
- 4. Revisit ให้กลับไปทำเพิ่ม

# **Governance Process and Discipline**

# Gate มีการตัดสินใจที่มีวินัยและชัดเจน มีทั้งหมด 5 ขั้น

ผลิตและออกตลาดได้หรือไม่ Gate 5

• จะออกสินค้าใด Gate 4

• ลูกค้าจะซื้อหรือไม่ Gate 3

ขายแล้วจะคุ้มหรือไม่ Gate 2

สอดคล้องกับกลยุทธ์บริษัทหรือไม่ Gate 1

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#### 7 basic elements for corporate culture foundation development

- 1. Written policies and procedures
- 2. High-level responsibility
- 3. Care in delegation of authority
- 4. Effective training
- 5. Auditing, monitoring, reporting
- 6. Consistent enforcement
- 7. Response to violations

\*1991 U.S. Sentencing Guidelines, universally recognized by the compliance community, and revised 2004 Guidelines



### **Project Charter Contents**

ชื่อโครงการ (Project name)	Project Owner Last Revised
วัตถุประสงค์/โอกาส (Objective/Opportunity)	เงค์∕โอกาส
ศวามเป็นไปใต้ทางถุรกิจและคุณค่าที่นำเสนอต่อลูกค้า (Business Case & Value Proj ความเป็นไปได้ทางธุรกิจแ	๑ะคุณค่าที่นำเสนอต่อลูกค้า
ขอบเขตของโครงการ (Project Scope)	องโครงการ
ตลาด ลูกค้า และการนำไปใช้เข้าหมาย (Target Markets/Customers/Applications) ตลาด ลูกค้า และการนำไปใช้เป้าหมาย	ความเสี่ยงและความไม่แน่นอน (Key Uncertainties)
คุณสมบัติและประโยชน์ที่คาดว่าจะได้รับ (Key Functional Benefits and Targets) คุณสมบัติและประโยชน์ที่คาดว่าจะได้รับ	ทีมงาน (Project Core Team)
Gate Review Milestones (enter dates)  Mage 1 Nose Containe :  Trace 2 Proper Desempement  Trace 3 Proper Desempement  Trace 4 Proper Desempement  Trace 4 Proper Desempement  Trace 4 Proper Desempement	Charter Approvals:

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4 5		
ชิอโครงการ	(Project name)	
	(1 1 <b>0,</b> 000 mame)	

Project Owner_	
Last Revised	

ectives)
& Value Proposition)
ความเสี่ยงและความไม่แน่นอน (Key Uncertainties)
ทีมงาน (Project Core Team)
Charter Approval: Decision Board Leader Date

1. :



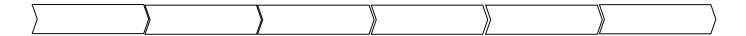
#### **Value Chain Analysis**

Σ	,	$\rangle\rangle$	$\rangle\rangle$	$\rangle$	
Players:		 			
Activities:		 			
Key Decision		 			

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#### **Value Chain Analysis**



Unmet need:

Opportunity:-----

Power: .....

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