



Finding SMEs as Partners

Good things do come in small

packages!



Ann Perry
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Contents



- Introduction to Unilever and R&D
- Open Innovation
 - Intro to OI
 - OI in Unilever
 - Importance of SMEs
- Identifying good SMEs
 - The challenge
 - Proposed solution
- Methodology and example
- Conclusions

Unilever – the Vitality Company!

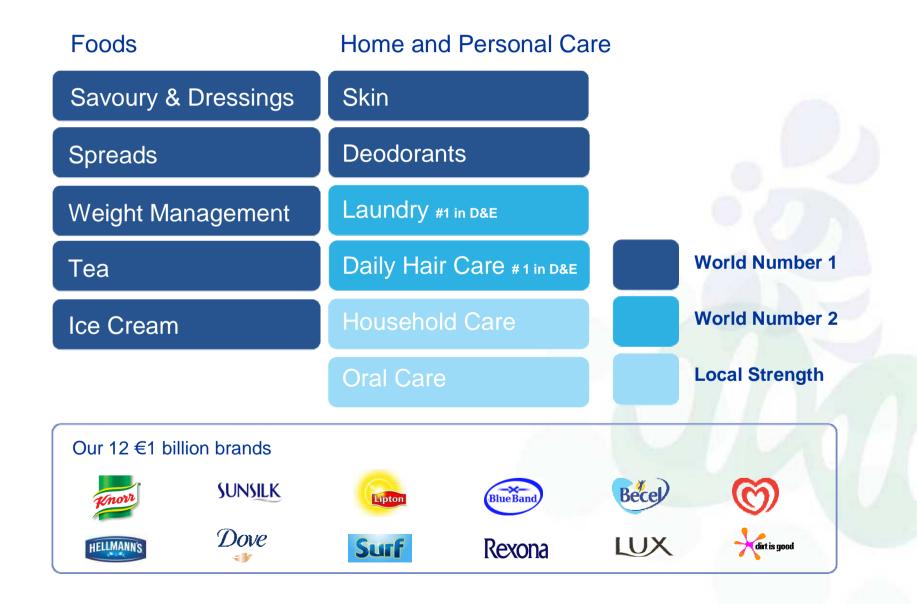




Unilever's mission is to add Vitality to life. We meet everyday needs for nutrition, hygiene and personal care with brands that help people feel good, look good and get more out of life.

Powerful Categories & Brands





R&D in Unilever





Using world-class science and technology to deliver nutrition, hygiene and personal care through distinctive products that help people look good, feel good and get more out of life

Look Better

Be healthy for longer

Achieve more

Be free from health problems Feel good daily

Give children a good start













Unilever R&D organisation





Contents



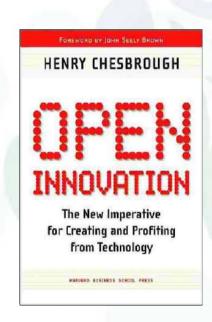
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Why Open Innovation (OI)?



"The Open Innovation paradigm assumes that firms can and should use external as well as internal ideas, ...as they look to advance (their technology)."

Henry Chesbrough
Haas School of Business – Berkley California



Open Innovation in Unilever





We don't have a monopoly on new concepts or solutions.

That is why we are open for business on Open Innovation.

We want to collaborate with the best minds to make the differences that no single firm could make alone.

We would rather work with someone who has the answer today than hold out in the hope we can eventually come up with it ourselves tomorrow.

Patrick Cescau, Group Chief Executive, Unilever 6th World Conference on Detergents, Montreux 10 October 2006

eScouting as part of OI

























 We use a variety of sources, tools and techniques

Partners come...





...in all shapes and sizes

Why SMEs in particular?



- Growth in numbers (see Chesbrough)
 - Increasing share of R&D done in SMEs
- High Tech pioneers
 - Innovation led and therefore at the forefront of technology
- Specialised technology
 - Smaller enterprises can focus on specialisms
 - Can develop new agendas for larger firms

Likely a potent source of innovation

Contents



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What makes a "good" SME?



Technical fit – "the idea"



plus

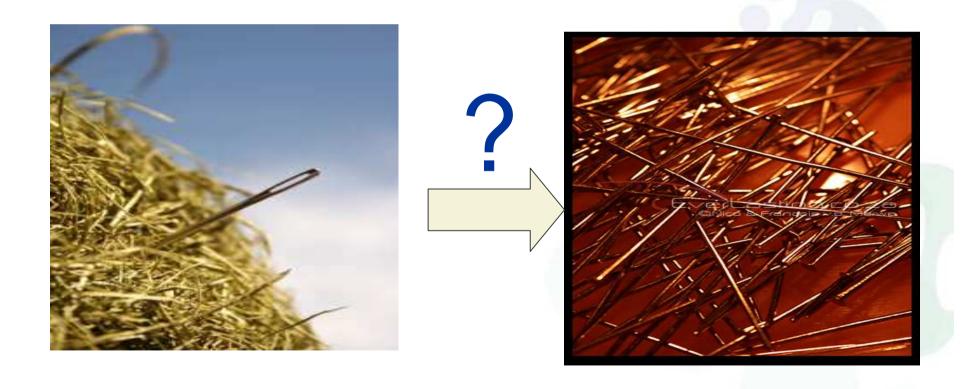
Business fit – "commercially savvy"



What is the challenge?



- Can be hard to find "small footprints"
- How do you identify the good ones?



The Information Challenge



- Sourcing appropriate data to begin with
- Data comes from a variety of sources
 - Structured and unstructured
- Dealing with large numbers of records



How do we bring it together and find the "shiny needles"?

What do we want to do?



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No nice tick boxes for companies!

The Concept





Technical information



Business information





Can we identify SMEs with both technical and business footprints?

Contents

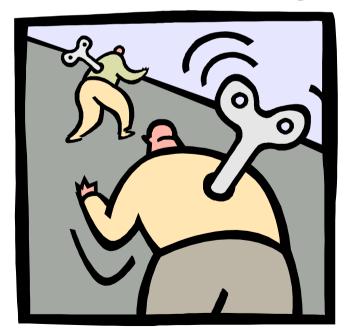


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One solution - Automate



- For this, you need:-
 - A tool which can handle data from a variety of sources
 - A unique identifier across all data sets
 - Method of comparing across data sets



One possible tool - VantagePoint

- Text Mining Software:-
 - Can identify patterns in large sets of Data
 - Can create lists of extracted terms (e.g. keywords, companies...)
 - Can correlate terms across datasets via "List Compare" function



VantagePoint Analysis



- Step 1 Patent search
 - Create a list of the assignees
 - The master list
- Step 2 Business search
 - Ideally from a variety of sources
 - Create a list of "phrases"
 - Comparator list from ALL content
- Step 3 Correlate the two lists
 - List compare function in VP
 - In effect a massive stepwise automated search
- Step 4 Create final shortlist
 - For further analysis







Case – Hi-Tech Polymers



- Step 1 Patent search
 - >1000 records
 - >1000 different Assignees!!



- Also >1000 records
- Who knows how many companies!!



- Identify companies in both lists
- Step 4 Final shortlist of 29 delivered
 - Profiles prepared based on the original brief

14 were identified as of further interest





Contents



- Introduction to Unilever
- Principles of Open Innovation
- Open Innovation in Unilever
- Relevance of SMEs
- Challenges of identifying good SMEs
- One proposed solution
- Methodology and example
- Conclusions

Conclusions



- Can find "good" SMEs via text analysis tools
 - Customers interested to follow up leads
- Final shortlist is user friendly
 - Easy to scan and identify leads for further investigation
- Process insights
 - Cleaning of Patent Assignee list is key
 - Business source selection is key
 - But good clean-up is not vital.

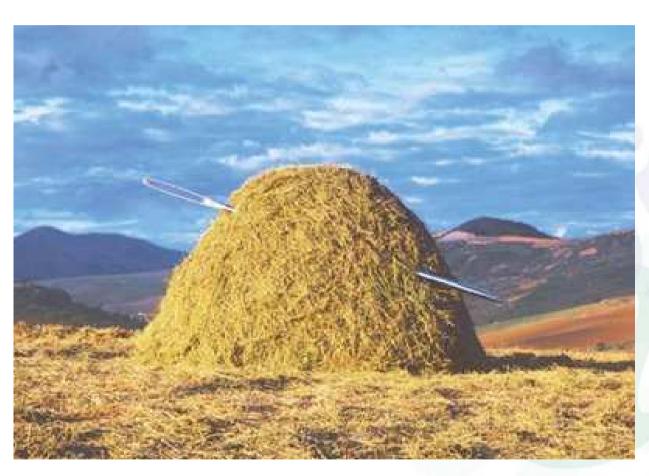
What would make life easier?



- Integration of data and tools
 - Integrating information from more than one source
 - Ability to compare output across analysis tools
- More visibility from SMEs
 - Shout about the good innovations!
- Find us at www.ideas4unilever.com

It can be done!





Ann Perry: ann.perry@unilever.com