



# **Prof. Dr. Frank Piller**

Not Invented Here: Warum wir oft externes Wissen ablehnen, und was wir dagegen machen können





# **Kommende Events Januar 2021**

19.01.2021 - 18:00



Microsoft
Data & Al

Florian Kidman | Moritz Winzig | Pia Jenderek Impulsvortrag zum Thema Data & Al mit anschließender Diskussionsrunde und Informationen zum Einstieg bei Microsoft



Exklusiv für unsere Studierenden

Anmeldung notwendig

Alle Details auf unserer Webseite www.wiwi-network.rwth-aachen.de

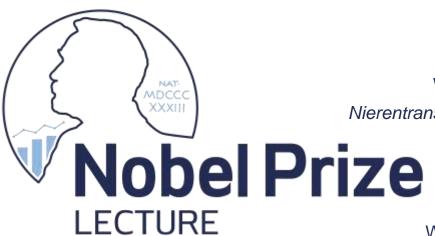






# **Kommende Events Januar 2021**

27.01.2021 - 18:30



#### Prof. Dr. Britta Preis

Lehrstuhl für Management Science
Wirtschaftsnobelpreisträger 2012 - Roth & Shapley

Nierentransplantationen, Kindertagesstätten und stabile Partnerschaften Ansätze und Anwendungen der Matching-Theorie

#### **Prof. Dr. Thomas Kittsteiner**

Lehrstuhl für Volkswirtschaftslehre insb. Mikroökonomie Wirtschaftsnobelpreisträger 2020 - Milgrom & Wilson

Jenseits von eBay und Sotheby's – Die Suche nach der perfekten Auktion







# Warum wir oft externes Wissen ablehnen und was wir dagegen machen können

Frank Piller (@masscustom) based on joint work with David Antons | Jan. 2021



#### Prof. Frank T. Piller





Co-Director, Institute for **Technology & Innovation Management (TIM)** and **Professor of Management** at RWTH Aachen University

Academic Director, Institute for Management Cybernetics (ifu e.V.), Affiliated institute of RWTH Aachen and Member of RWTH Cybernetics Lab

Member of the **Scientific Advisory Board**, German National Platforms Industrie 4.0 & Lernende Systeme



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Research Interests and Expertise

#### **Strategies for Customer-Centric Value Creation**

Mass customization, innovation co-creation, additive manufacturing, managing the frontend of innovation

#### **Open Innovation**

Technology transfer, R&D partnership models, crowdsourcing

#### **Al-Augmented Innovation**

Al and ML augmenting the innovation process, (hybrid) managerial decision making in times of Al&ML

Managing Change & Business Model Innovation in Established Organizations (in context of Industry 4.0)



**Entrepreneurial Activities** 

# Co-Founder, Investor, and/or Member of Board of Directors

**ThinkConsult** (process management and concept testing), **Dialego AG** (innovative online market research), **Corpus-e AG** ("best fit" solutions for eCommerce), **Carpus AG** (buildings for innovation), **Combeenation** (product configurators as a service), and **DOOB AG** (3D printing and 3D modelling)

#### Real life achievements

Only German in "Top50 Profs on Twitter" list; Google Scholar Citations ~17600; H-index >58 In the Institute for Technology & Innovation Management at RWTH Aachen, an interdisciplinary team of seven professors and post-docs, about 25 research associates and doctoral researchers, many student researchers, and a great network of engaged guest professors and visiting scholars investigate the latest issues in strategic technology management, behavioral innovation, and computational innovation. The Institute is a proud part of the TIME Research Area, a department at RWTH's School of Business & Economics with more than 120 researchers focusing on technology, innovation, marketing, and entrepreneurship.

Connect with us time.rwth-aachen.de/tim and linkedin.com/company/rwth-tim/



#### **TIM Institute: Research Fields**



#### Thematic priorities of our current work are...

 the transformation of established organizations in the face of disruptive technological innovation, such as Industry 4.0, Artificial Intelligence/Machine Learning, Smart Products & Services, Mass Customization, or Additive Manufacturing

the systematic development and evaluation of new business models

 the integration of external partners into the research and development process (open innovation and customer co-creation)

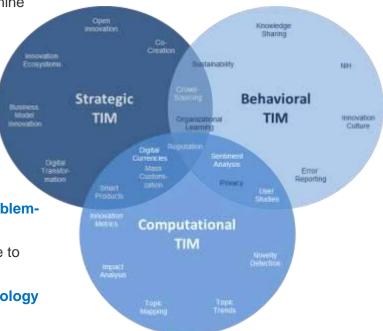
 the promotion of corporate sustainability and economic development through technological innovations as well as research on the broader societal challenges associated with new technologies (Responsible Innovation)

the practices of organizational learning, organizational search, and problemsolving

 the development and maintenance of an organizational culture conducive to innovation

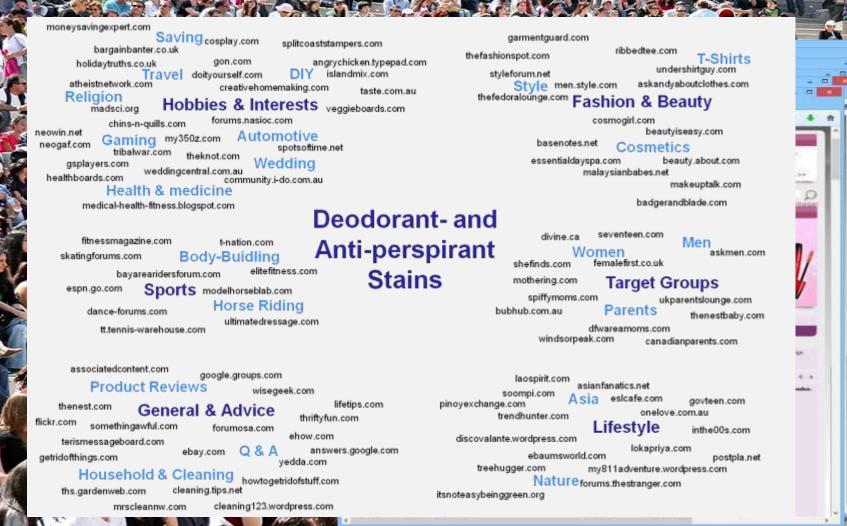
 the development and improvement of tools and metrics for effective technology management and policy

how Artificial Intelligence & Machine Learning augment the R&D process

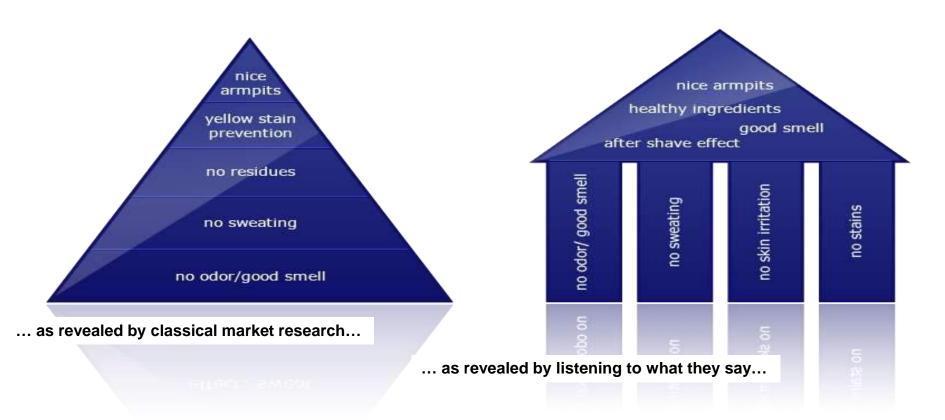


# A starting example

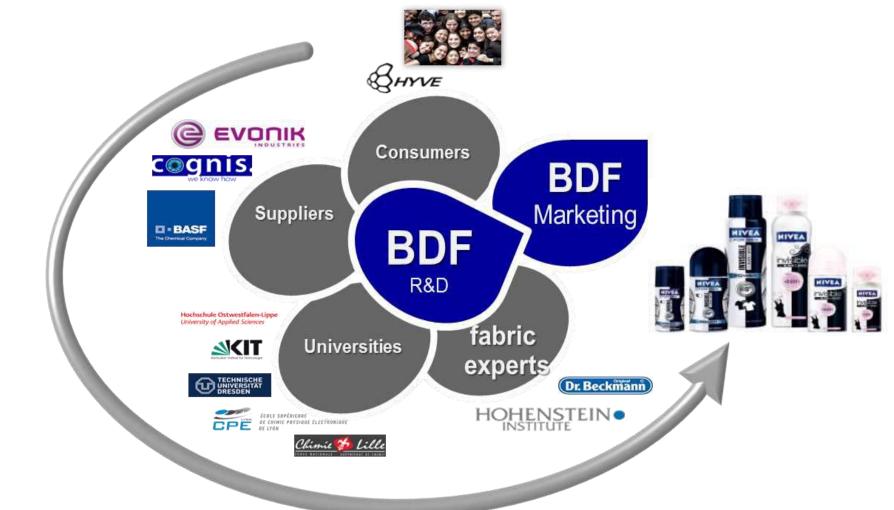




# What do consumers expect from deodorants?

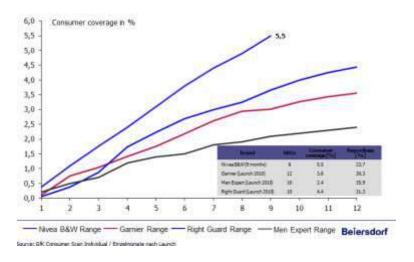


# Great insights ... but how can we develop a product that provides this feature?



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Nivea Black & White reached almost twice as many consumers after 9 months than the previously most successful launches in the entire deo market after 12 months!





Source: A. Biel, BDF 24

# Nivea: A typical story of co-creation and open innovation

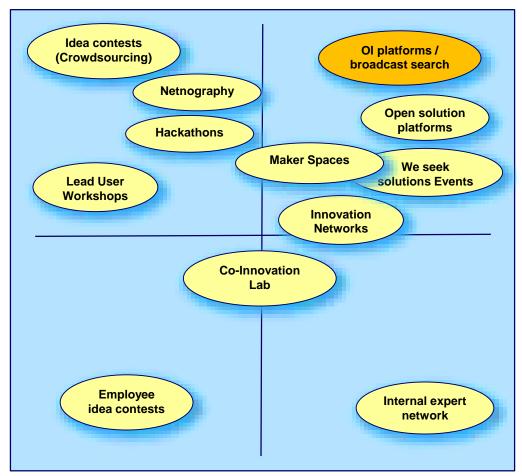
- Extending innovation into the periphery of the organization.
- Utilizing existing knowledge and inputs from "unconventional" (non representative) and unobvious sources.
- Seeking out to lead users and user communities and integrating them into the innovation process.
- Building a network of partners for problem solving, and "broadcasting" a problem to identify new partners.
- Combining a variety of methods and tools along all stages of the innovation process.
- Not substituting internal R&D and market research, but complementing it.

Frank Piller, frankpiller.com

# Methods for Open Innovation

**Needs & Ideas / Concepts** 

#### External



**Solutions / Technologies** 

Internal



# **Recently published from RWTH TIM**

The Third RWTH Open Innovation
Accelerator Survey: The Market for Open
Innovation: Collaborating in Open
Ecosystems for Innovation,

by Kathleen Diener & Frank Piller, RWTH Aachen University.

For free open access to the full market report, head to <a href="http://oia.open-innovation.com">http://oia.open-innovation.com</a>

# But ...

# Challenges of open innovation in large organizations

"Imagine to present the idea of broadcast search to a very conservative innovation board that has failed to deliver a solution to [the technical problem] in the past. Tough!"

"Often you are facing "Not Invented Here". R&D employees ask themselves: 'Why should I ask other people to solve my problems when I am capable of solving them on my own? Doing so would just prove that I'm too stupid."

"It was surprising to me **that people inside our company built up such strong barriers against openness.** It was disillusioning to discover such a closed mind set amongst our employees."

"(...) I expected our business unit managers to get the word out about the opportunity of open innovation. But, of course, they did not share the information."

# Three Levels of Open Innovation F

Level of analysis

**Open Innovation facet** 

Firm

Portfolio and diversity of knowledge search and acquisition

**Project** 

Decision to Make-Buy-Cooperate when absorbing extern. tech. knowledge

Individual

Internal knowledge search and knowledge networks

I Bus Euro (2014) 84:379-374 DOI: 10.1007/s11573-014-0723-7

Wisdom of the crowd and capabilities of a few: internal success factors of crowdsourcing for innovation

Dirk Littigens + Patrick Pollok + David Antons + Frank Pitter

Poblished online: 21 March 2014 © Springer-Verlag Berlin Heiddborg 2014

Abstract Crowdsourcing has been demonstrated to be an effective strategy to enhance the efficiency of a firm's innovation process. In this paper, we focus on tournament-based crowdsourcing (also referred to as "broadcast search"), a method to solve technical problems in form of an open call for solutions to a large network of experts. Based on a longitudinal study of six companies piloting this application of crowdsourcing, we identify burriers and sources of resistance that hinder its implementation in firms. Our paper contributes to the state of research by analyzing crowdsourcing on the level of pilot projects, hence providing a workflow perspective that considers the creation of dedicated processes and operations of crowdsourcing. This project level analysis enables the identification of specific challenges managers face when implementing crowdsourcing within an established R&D organization. Following a design science approach, we derive suggestions for organizational interventions to overcome these barriers. We find that dedicated promoter toles strongly contribute to a successful implementation of crowdsourcing. turning pilot projects into an organizational routine.

Keywords Tournament-based crowdsourcing - Broadcast search - Open innovation - Barriers to innovation - Promoter roles

D. Lüttgens (200) - P. Pollok - D. Antono - F. Piller Technology and Innovation Management Group, RWTH Auchen University. Kackerter, T. 52072 Aactes, Germany e-mail: hottpriofftime.rwth-auben.de

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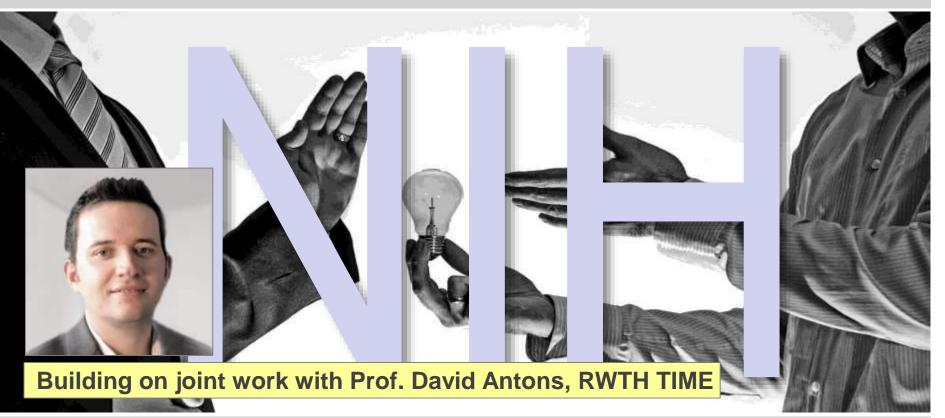
# **Three Levels of Open Innovation Readiness**

Level of analysis	Open Innovation facet	Factor / contingency influencing readiness
Firm	Portfolio and diversity of knowledge search and acquisition	Sufficient internal organizational and management practices
Project	Decision to Make-Buy- Cooperate when absorbing extern. tech. knowledge	Sufficient project (problem) characteristics
Individual	Internal knowledge search and knowledge networks	Sufficient decision styles and overcoming decision biases



# THE NOT-INVENTED-HERE SYNDROME

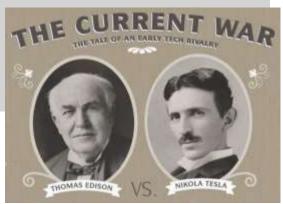
...and the struggle of famous inventors



#### The Not-Invented-Here Syndrome is nothing new



Dan Ariely, Professor of Psychology and Behavioral Economics at Duke University



#### More historical examples of NIH

- Galileo rejecting Kepler
   Moon creating tidal motion
- Huygens & Leibniz rejecting Newton
   Concept of universal gravity
- Davy rejecting Dalton
   Atomic structure of matter
- William Thomson Lord Kelvin rejecting Joseph Thomson Concept of electrons & idea that atoms are decomposable into smaller elements

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# What is the NIH syndrome in your view?

Have you ever experienced the NIH syndrome in practice? Have you or your ideas been affected?

Poll: Was sind für Sie die ZWEI Haupt-Ursache hinter NIH?



# **NOT-INVENTED-HERE** | Definition

Defining the concept

We define NIH as a bias triggered by the negatively-shaped attitude of an individual towards knowledge that has to cross a disciplinary, spatial or functional boundary, resulting in either its sub-optimal utilization or its rejection as behavioral consequences of this attitude bias.







\* Andrey of Management Respectives Sects for 8th to 1, 199-197 Majorita des ong WAME (majoritation)

#### ARTICLES

#### OPENING THE BLACK BOX OF "NOT INVENTED HERE" ATTITUDES, DECISION BIASES, AND BEHAVIORAL CONSEQUENCES

DAVID ANTONS RWTH Auchen University

FRANK T. PILLER BWTH Auchen University

The not-invented-here syndrame (NHI) describes a negative attitude toward kneededge fidux, behaviorised derived from an external source. Even though it is one of the most clied constructs in the Bereiture on knewledge transfer, previous research has not provided a clear understanding of the antecedents, underlying attitudes, and behavioral consequences of NIII. The objective of our paper is to open the Mark hox of NIII by providing as in-depth analysis of this frequently mentioned yet rarely understood phenomenus. Building on recurst research is psychology and an extensive review of the management blue atom on NIII, we fixed develop a framework of different sources classifying, knowledge as "external." We then discuss low a perturbin as "external." may it begre the respection of this knowledge, even if it is useful for the erganization. Differentiating various functions of an attitude, we berely identify possible trajectories linking NIII with such biased individual behavior and decision making. We apply this understanding to develop an extensive agenda for future research.

Storing incovative over time is a major challenge fee organizations and individuals alike, Since Murch's (1991) seminal work, management literature has discussed the management trade-off of exploiting motions and own trapolitines while simultaneously exploring innovative products and business opportunities. However, one capabilities are frequently a major source of rigidities when it comes to innovation and change (Benner & Tuelmun, 2003; Leonard-Bactor, 1912). To become better at exploration, in the content of the content of

We thank Roth Bong for her assistance in the literature coding persons. Our colleague bing Koch provided great address our her psychological background of NBL We also heardford frost volvable comments by Tursten-Oliver Salge, Tolk Littigens, and Robin Kleer on realise druds of this manuarity. We acknowledge financial support for this study by the DDG German Research Foundations) within the German Evaluers Inflictive. the need for an organization to successfully tunneler and absorb outside knowledge as a potent driver of innovative output. Sum performance, and economic welfare ing., Laureur & Saher, 2000; Linhtenthuler, 2011.

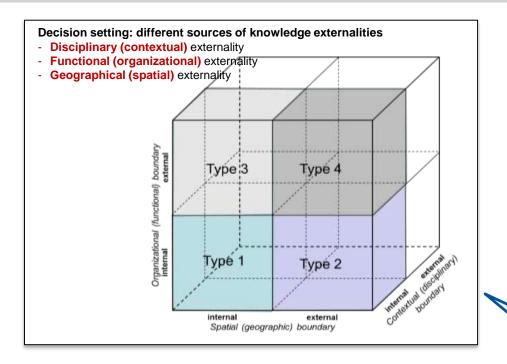
Provious research has demonstrated that this is not an easy task. Organizational inertia and structural rigidities challenge the transfer and use of outside knowledge on the level of the organization (Lane, Koka, & Pathak, 2000, Zahra & George, 2002). It most instances, havever, knowledge is ochasily transferred, absorbed, and put into practice on an individual level (Lichtunthaler, 2011; Resques & McEvily, 2003; Rogan & Mor. 2014). Here, previous research has identified multiple hearsatic concepts influencing on the individual level, including representativeness, anchoring, and availability (Schmenns & Twendy, 1970) escalating commitment.

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#### What are sources of knowledge externalities?



Let's build a model of NIH



#### Building a model of NIH

#### Decision setting: different sources of knowledge externalities

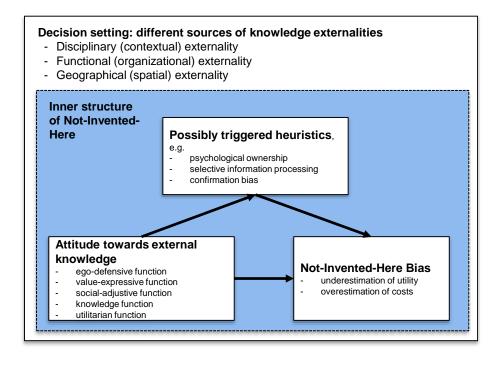
- Disciplinary (contextual) externality
- Functional (organizational) externality
- Geographical (spatial) externality

Inner structure
of Not-InventedHere

Let's build a model of NIH



#### Building a model of NIH

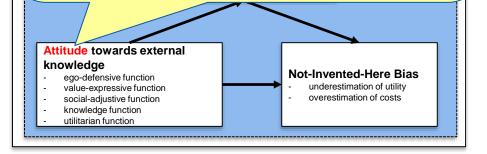


We define NIH as a bias triggered by the negatively-shaped attitude of an individual towards knowledge that has to cross a disciplinary, spatial or functional boundary, resulting in either its sub-optimal utilization or its rejection as behavioral consequences of this attitude bias.



NIH is a bias triggered by an attitude. But what is an attitude ("Einstellung")?

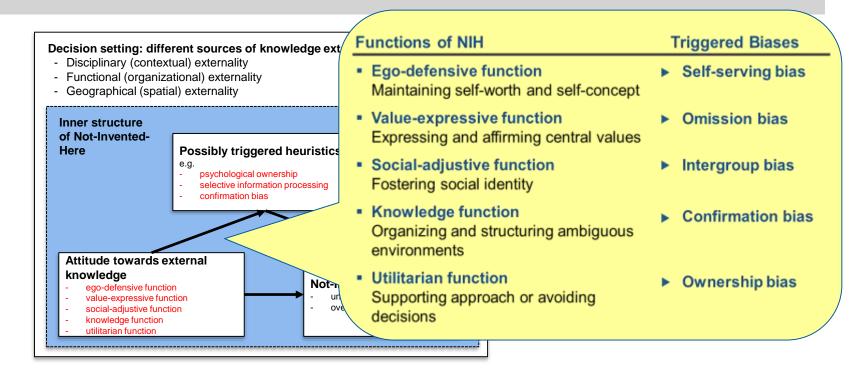
An attitude is an individual's predisposed state of mind regarding a value and it is precipitated through a responsive expression towards a person, place, thing, or event which in turn influences the individual's thoughts and actions. Attitudes are acquired through experiences.



We define NIH as a bias triggered by the negatively-shaped attitude of an individual towards knowledge that has to cross a disciplinary, spatial or functional boundary, resulting in either its sub-optimal utilization or its rejection as behavioral consequences of this attitude bias.



Depicting different behavioural trajectories of attitudinal functions





How does the NIH attitude translate into specific beliefs and behaviors?

#### **Function of NIH**

Ego-defensive function
 Maintaining self-worth and self-concept

#### **Triggered Bias**

Self-serving bias

- Self-serving bias
  - Attribution of success to own effort and abilities attribution of failure to external, situational factors
  - Personal effort ("own" ideas) is expected to be successful
  - Increased under conditions of self-threat ("external ideas")

Illusion that own ideas should be more successful than external ideas



How does the NIH attitude translate into specific beliefs and behaviors?

#### **Function of NIH**

Utilitarian function
 Supporting approach or avoiding decisions

#### **Triggered Bias**

Ownership bias

- Ownership bias
  - Tendency to value owned things higher than similar things that are not owned
  - Even prevalent if ownership was just recently established or no other reason for attachment is apparent

Investing more resources to retain "own" idea instead of investing less in a comparable "foreign" idea

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How does the NIH attitude translate into specific beliefs and behaviors?

#### **Function of NIH**

Social-adjustive function
 Fostering social identity

#### **Triggered Bias**

Intergroup bias

#### Intergroup bias

- Tendency to evaluate one's own membership group (in-group) more favorably than a non-membership group (out-group)
- Encompassed by prejudice, stereotyping, and discriminations
- Continuum from in-group favoritism to out-group derogation
- Influenced by group size, status, power, and potential threat

In-group ideas are supported, out-group ideas are rejected



How does the NIH attitude translate into specific beliefs and behaviors?

#### **Function of NIH**

Value-expressive function
 Expressing and affirming central values

#### **Triggered Bias**

- **Omission bias**
- Action bias

#### Omission bias

- Tendency to prefer inaction to action, especially if consequences are potentially negative or ambiguous
- Omissions are less obvious than active commissions, leading to the perception that omissions are more favorable than commissions

External initiatives slowly "peter out"



How does the NIH attitude translate into specific beliefs and behaviors?

#### **Function of NIH**

Knowledge function
 Organizing and structuring ambiguous environments

#### **Triggered Bias**

Confirmation bias

#### Confirmation bias

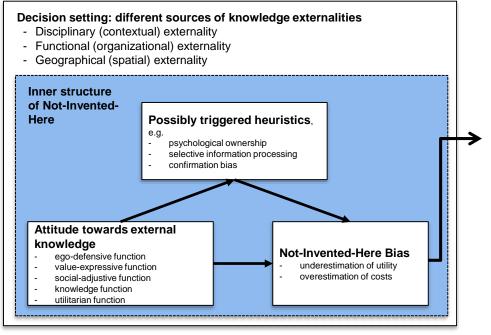
- Tendency to interpret, and search for information that is in-line with own assumptions, attitudes and preconceptions
- Selective information processing leads to under-elaboration of relevant information
- Leads to overconfidence

Information processing to support own ideas and reject external ideas

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#### Building a model of NIH

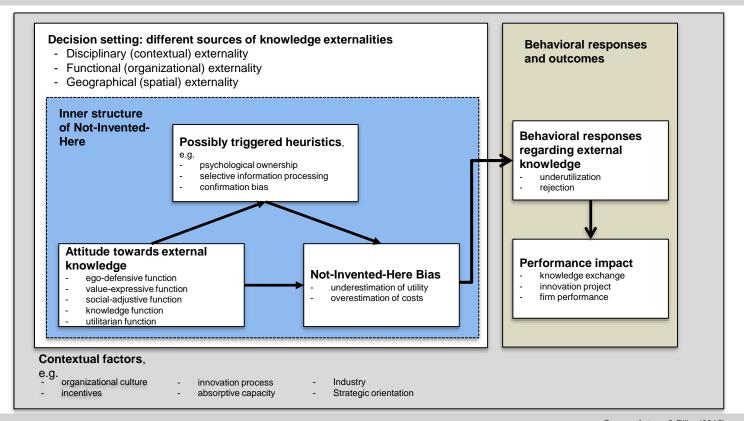


What are the consequences?



## NOT-INVENTED-HERE | Conceptual Model

What are the consequences of NIH?





What can we do against NIH?

So what can we do against this?

And please do not respond "Innovation culture".

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What can we do against NIH?

Organizational	<ul> <li>Rotate staff between different teams and functions</li> <li>Establish boundary-spanners &amp; social learning from promoters of new ideas</li> <li>Create a climate of openness: Provide information on value of external knowledge; share success stories of working with external knowledge</li> </ul>		
Procedural	<ul> <li>Formalize the scanning and review of the external environment</li> <li>Provide information about external partners in an unbiased way</li> <li>Use clear checklists and ranking schemes to evaluate ideas; consider crowd assessments</li> </ul>		
Training & Exchange	<ul> <li>Provide training on the symptoms, consequences, and therapies for NIH</li> <li>Hold regular meetings among project participants</li> <li>Host social events for project participants (establishing informal communities of practice)</li> </ul>		
Performance Management	<ul> <li>Use incentives and awards ("proudly stolen elsewhere" award)</li> </ul>		

Another large stream of our (David with Iring Koch & Kathleen Diener) research has been on measuring NIH: How to detect an attitude that people either don't know they have or don't want to admit to suffer from

### Self Assessment: How significant is your organization's NIH challenge?

Which of the following statements describe your organization?

Rate each statement on a 5-point scale, where 1 = strongly disagree and 5 = strongly agree.

Statement	Score 15	
We primarily promote from within.		
We have a homogeneous culture.		
We have a strong culture.		
Our employees have long tenure in the company.		
Other than entry-level positions, we rarely hire from the outside.		
Even when we hire outsiders, we have strong socialization mechanisms.		
We have a long track record of success.		
Our dominant logic is: don't mess with success.		
Our top management team has long tenure in the company.		
Our top management team has worked primarily in the industry in which we compete.		
We rarely recruit from the outside into our top management team.		
We have a strong performance focus that places a premium on meeting short-term financial goals.		

ource: Govindarajan (2018) The Three Bix Solution

## Measuring NIH

TABLE 1 IAT design utilized for Study 1

		Block					
		1	2	3	4	5	
		Task description					
		Practice of target concept discrimination	Practice of attribute concept discrimination	Combined test block	Practice of reversed combination	Combined test block of reversed combination	
Mapping (example)	Left	Mechanical engineering	Positive	Mechanical engineering + positive	Mechanical engineering + negative	Mechanical engineering + negative	
	Right	Electrical engineering	Negative	Electrical engineering + negative	Electrical engineering + positive.	Electrical engineering + positive	

Note: IAT, implicit-association test.

TABLE 2 Study 2: Final version of the explicit NIH scale and factor loadings

Item				
Affective subscale				
A1	I like to work with nonrelated or less related subject areas.			
A2	I have sympathies for other knowledge domains.			
A3	Hook forward to talks and speeches from other knowledge domains.			
Cognitive subscale				
C1	Collaborating with other knowledge domains generates more overhead than benefit.			
C2	I think that different knowledge backgrounds may be helpful for the progress of a project.			
C3	I doubt that I could achieve significant results applying methods taken from other knowledge domains.			
Behavioral subscale				
81	I network across different knowledge domains.			
B2	I look for opportunities to exchange with persons having a different knowledge background.			
B3	In addition to the challenges of my own discipline, I seek new ones at the interfaces to other disciplines.			

Note. Measured with a slider on a metric scale ranging from 0 (strongly disagree) to 100 (strongly agree).

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DOI:10.1002/06/2191

#### WILEY To Committee

#### RESEARCH ARTICLE

#### Assessing the not-invented-here syndrome: Development and validation of implicit and explicit measurements

David Antons<sup>1</sup> I Mathieu Declerck<sup>2</sup> | Kathleen Diener<sup>3</sup> | Iring Koch<sup>4</sup> | Frank T. Piller<sup>3</sup>



\*Amountains: Strategy, and Department Down, TIME Research Arm, School of Business and Eugeneeus, RWTH Auction University, Author: Germany

\*Laboration de Prochelegie Cognitive, Ale-Manager University and Committational By to Facherin Scientifique Marellie, Report

\*Todynatogrand Intervalian Hasspenson Group, TIME Research Arms, School of Business and Economics, EWO Assistan-University, Aucher, Germany

\*Cognitive and Experimental Psychology. Indition of Psychology RWTH Author. University, Auction, Germany

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Funding Information DFG (Deman Research Excellation)

The not invented have Bill 8 and rows has been called one of the largest obstacles in knowadow. management, preventing effective knowledge transfer between organizational units and individcals. NOM is defined as a registively shaped at it also towards browindge that has to cross a discipleasy, spatial, or organizational boundary, resulting in either its suboptimal utilization or its reliebles. Our goal to to equip sufestan with appropriate manuscreent inchrareants for the phenomenon. On the basis of 4 studies with 1,236 subjects overall, we developed an implicit measum based on the instict encolation test as well as an explicit training manuse of NIH, taking 190. account the excitation or affiliate circulate. We provide a valence for reliability as wellas construct and interior validity. We want to facilitate further research on NRY and invasingly transfer bit by providing a better their edical Warmsterk for NiBH on the beaut of the Impartite compowerful model of attitudes, till be despertishing the application of association-based implicit measures for management research, and Id by providing a validated multidenessional survey scale to measure NRI explicitly. We also provide recommendations on how managem can utilize the NRH measurement instruments to investigate NRH and potential countermeasures in detail and they can test the behavioral subsense podulated by previous research.

attitudes, implicit association test (MT), is an development, knowledge transfer, not-Indicated form

#### 1 | INTRODUCTION

In 1986, Northeop Corporation, a U.S. defense to reparty, forminated its Tigershart program developing the military fighter F-30 without having sold a single plane. The F-20's ordine research and development. REDI investment of over \$1.3 billion was privately funded by Nonthere and a New subcontractors, a unique situation compared to the ional than of RED expenditurer between a contractor and the U.S. rolltany. As Martin and Schmitt (1987) examine, one of the masons for the programs failure was the strong negative attitude of the U.S. military, who did not consider the program so one of their own, but instruct as the solitable of an outside corporation. For example, the "stars and hard" insignic was reno and from an F-20 prototype at the ERBA Plants Air Show because the plane was not a part of the U.S. inventory. Similarly, Northean was not permitted to land the F-20 at restricted at bases. Northing management also alleged that the F-20 was not given equal briefings to foreign radions interested in purchasing U.S. fighter aircraft (Martin & Schmidt, 1987).

The rejection of the F-22 as a technological revivation is an arealleft example of a phenomenon called the "hot-invented-how" (NBI) synthetic, and many changein, will recall a similar story from their own experience, Atthough Sterature on incounters frequently highlights the importance of incorporating different parameters, ideas, and technologies into the RED process Birgers, Albah, & Bastian, 2010: Cassiman & Visopelers, 2006; Läursen & Salter, 2006; Wassiner, 2008), innovation as well as knowledge-exchange and transfer is often inspected at an individual level HMnon-Spektor, Paletz, S. Lin. 2015. This individual barrier, which is referred to an NIH, has been called one of the largest obstacles in innovation management, it is accused of leading to incorrect evaluation, and delayed and domined transfers. of then set technologies (Agraval, Cocibum, & Rosell, 2010). Bartens & Schloen, 2008: de Buscharth, Knudson, & Santoguard, 2014), slowed implementation and equanded directorment costs Lichterstrater & Erect, 2006), project failure (Feering & Letter, 2010). Kathoeler & Laker, 2012), and dinkraking firm performance Statz & Allies, 1982; King Covin, & Hegarty, 2003). NBH described "the

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Conveyte 6 2007 Adv Wiley & Sec. UK. T.

# An alternative approach complementing these dedicated methods and measures:

Using de-biasing strategies

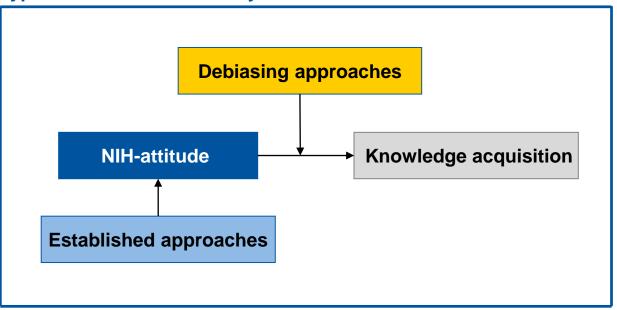


## NOT-INVENTED-HERE | Behavioral Remedies

Introducing alternative behavioral remedies









### **NOT-INVENTED-HERE** | Consequences How severe is NIH in practice?

#### Our recent study to test the consequences of NIH

- Large (N=583) international sample from a diverse set of industries
- Participants from companies working in open innovation projects: Very conservative sample, as participants already decided to work with externals(!)
- Participants judged a recent project in which they worked together with an external project partner (e.g., external to own department or organization)





Research Policy partial betrepage was discount anniholated and



Containing the Not-Invented-Here Syndrome in external knowledge absorption and open innovation: The role of indirect countermeasures



Julian Hannen", David Antorn", Frank Piller", Torsten Oliver Solge", Tim Coltman", Timothy M. Deviancy'

"OFFIC Substitutions, DMC Assess See, Soften in Federing and Incomes Management Automorphis SMC Autor, Grosses Interests of Workers, Minister Management School, Private Aug 1945, education, 1945 New Yorkship resource of Lank, Local Edwards thereon School, Marrier & Locate Analog, Local LTS MV, Erand Respice

ARTICLD TREE

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Who make the bloody and provided recognition to be because the background they be because the beautiful they be because the because the because they be because the because th (1998) - a president decementation correspondent from an attitude based time appear extreme based dec Consequently, we draw on the 4 feature set of organisational bearing to develop a merel present properties on MATE. This plices on our only to cannot how and where MIRE provide regardational featuring, that also be about the bis reportment the effective WAR communication, installably, communicates AR his tax categories. Steen than exit to charge the registror at their directly littlest NEW conservaments and their thin poly to attempts the behavioral impact of segurity intically without addressing the attended or each feelings Will conservation. While the embers had an illustrated in conservation for many our fix had Broade, National NATA counterpressures have received NATA research advention. To address this gap, we adopt a mixed and half, rescarch design compared of two complementary respirited studies . the first qualitative and the second quantitative, book 3, explaint the personner of abolest NOS construences in callaborate NAS practice flows in 33 between and three from programmings with BBD confusion, we find that a broad wron of property direct NOSS constitutionary is constituted to RESS property. Study it addresses the specific of scholarly and managerial singles on indexet 9000 countermeasure by mitting the effectiveness of perspective taking as a debinating technique in contain arquiter artifrador as the fixed of the codividual. Named an quantization carry data from 501 plobal \$507 propers, it provides required evaluate and only for the providing and soppies effects of MICD on preint success as audiated by contract beowindar absorbine, but also for the effectiveness of properties taking as an exception indirect MMS consequence.

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Many of the referenced proposes were well thought out and provided traditio solutions to the literatified problems. Which to the natural of the VOMA years, not a simple constraint administ proposal new subspeed by its member organizations. Development simply refused to integrate the sq. percel knowledge and instant on developing flack "over" in beam sobelone brand (Littgere et At., 2014), Stort Store dis pressure repeties of normal time, the association revenuely had to dische to strongs toticarire and leave important technical appertunities analysis.

The VOMA readiple above in set an inclined year, believed, the 1st maker is replice with more measure for why reportunities straight to internalize enternal knowledge, even when such topal could have belood to solve the task or hand. These reasons include, but not one limited to, probblitter obserption and transaction costs, intellectual

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Download of paper (open access): https://doi.org/10.1016/j.respol.2019.103822



## NOT-INVENTED-HERE | Behavioral Remedies

Overcoming NIH by utilizing two de-biasing techniques



#### **Considering the Opposite**

- Generate alternatives to preferred course of action
- Increases search for disconfirmatory information
- Reduces selective information processing

# Effect on NIH

**Description** 

- Examine **alternative** to sole use of internal knowledge (e.g. user ideas)
- Reflect upon potential merits of using external knowledge
- Helps debias external knowledge acquisition

#### **Perspective Taking**

- Adopt perspective of other party
- Decreases egocentrism
- Decreases in-group favoritism
- Encourages more balanced evaluation of external knowledge
- View project through eyes of external partners (e.g. users)
- Understand their unique viewpoints
- Facilitates external knowledge acquisition



#### **Considering the Opposite**

#### One central question:

How to facilitate decision making?

#### **Kray & Galinsky (2003):**

- Study on how to debias decision-making in challenger scenario
- 2 Groups: control vs. debiasing group
- Debiasing was primed
- Scenario to induce counterfactual thinking: "Consider the opposite": What would have been? What if?



#### Available online at www.sciencedirect.com SCIENCE CONSECTS

Organisational Relaxion and Human Decision Processes VI (2001) 69-53

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#### The debiasing effect of counterfactual mind-sets: Increasing the search for disconfirmatory information in group decisions

Laura J. Krayas and Adam D. Galinskyh

2 Huge School of Mattern, University of California, USA 3 Kolling Graduit School of Management, Northwestern University, USA

#### Abstract.

We hypotheseed that the activation of a quanterfactual mind-set minimum decision errors resulting from the failure of groups to sex! disconfirming information to test an initial hypothesis. To test this hypothesis, we conducted two experiments examining the decision making processes of groups. The task for both experiments sea modeled after the Space Shattle Chellenger diseaser, and groups had to actively seek disconfirmatory information to make a correct decision. Prior to beginning the group decision making task, groups were expected to one of two pre-task sumarios in which the salience of counterfactual thoughts was munipulated. In Experiment 1, groups in the counterfactual prime condition were significantly more likely to make the correct decision than groups in the non-counterfactual prime condition. In Experiment 2, we replicated the effect of counterfactual primes on decision accuracy and demonstrated that groups in the counterfactual prime condition were more likely to seek disconfirmatory information than groups in the non-counterfactual prime condition. We also conducted mediation analyses that clarify the decision making process Implications for group docision making are discussed. ti 2003 Elavier Science (USA). All rights reserved.



#### **Considering the Opposite**

Considering the Opposite: Prior to making a decision, individuals search for arguments supporting and contradicting each possible alternative.

- This form of "mental simulation" prevents from selective information processing, as the decision focus is enlarged
- It directly counteracts association-based biases relying on a too narrow information base
- It reduces confirmation biases by also considering contradictory information
- Counterfactual thinking is a trainable mind-set



#### **Considering the Opposite**

#### **Typical exemplars of Considering the Opposite:**

At work, I...

- tend to be the 'devil's advocate'.
- tend to question my first intuitive answers.
- concentrate on possible negative consequences of my decisions.
- try to explore why my decisions might be wrong.
- try to think about all possible scenarios before making a decision.
- try to consider alternative options before making a decision.

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## **NOT-INVENTED-HERE** | Behavioral Remedies

Overcoming NIH by utilizing two de-biasing techniques



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#### **Perspective Taking**

# Hoever, van Knippenberg, van Ginkel, and Barkema (2012)

- Study on multidisciplinary work groups
- Research question: How to unlock the full potential of diverse work groups
- Perspective Taking as "Debiasing":
   the simple process of taking another teammember's perspective. To imagine what she/he might know, might be thinking, and feeling.

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#### Fostering Team Creativity: Perspective Taking as Key to Unlocking Diversity's Potential

Inga J. Hoever, Duan van Knippenberg, and Wendy P. van Ginkel Enstus University Rottenlan Harry G. Barkema Erasmis University Rottentan and Lundon School of Economics and Political Science

Depáis the clear importance of sean controlling to organizations, the conditions that foster it are not very rectl anderwood. Even though clearwise, expectably direculty of perspectives and knowledge, in frequently acqued to disordate higher controlling in teams, empirical findings on this relationship reseau summission. We have developed at theoretical model in which the effect of a sear's deventy on its creativey maderated by the degree to which from members engage in expectation taking. We propose that perspective taking helps mader the construct hearting of devently of perspectives by financing information industriates. Received on a laboratory experiences support the key professional association between developments and perspective taking to team condition. Dozone teams performed more creatively than becompanioned more more perspective taking in team condition. Dozone teams performed more creatively than becompanioned more more than they were more instructed to take their team numbers' prospectives. Trace information eliminates was freezed to make this senderstaid officer and was associated with a stronger molecule officer than more information eliminate or take to the control of the more molecular field and an associated with a stronger molecule officer than more information eliminated for team creative pour on proposer to taking a sea important teachmann to staked of veryer's promoted for team creative.

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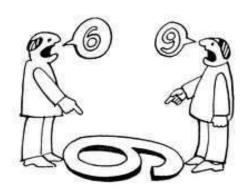
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#### **Perspective Taking**

# Perspective Taking: the simple process of taking another's perspective: imagine what she/he might know, might think, and feeling.

- Decreases feelings of group-membership
- Decreases stereotyping and negative attitudes towards "out-group"
- Leads to consideration of more information
- Knowledge from external sources is perceived as more familiar and results in higher willingness to acquire it
- Increases negotiation success through higher combined value creation
- Increases collaboration



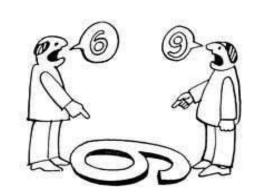


#### **Perspective Taking**

### **Typical exemplars of Perspective Taking:**

At work, I...

- I frequently try to take the my coworker's perspective.
- I often imagine how other people are feeling".
- I make an effort to see the world through other people's eyes.
- I regularly seek to understand other people's viewpoints.





## **NOT-INVENTED-HERE** | Behavioral Remedies

Overcoming NIH by utilizing two de-biasing techniques



#### **Considering the Opposite**

# Methods to stimulate Considering the Opposite:

- Use case studies to demonstrate general benefits of the technique
- Devil's advocate
- War-gaming exercise
- Provocative Operation (de Bono)
- SWOT
- Lateral thinking

#### **Perspective Taking**

# Methods to stimulate Perspective Taking:

- (Team building) workshops to increase perspective taking skills
   – also as á skill beyond NIH context
- Six Thinking Hats
- War-gaming exercise
- Developing Perspective Taking routines by asking a set of specific questions

# A CEO who personally took care of NIH (just by intuition)

Homepage

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Responsible Investment

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Homepage

#### Responsible Investor Interview with Alexander Schindler



Union Investment is looking to double the assets invested in its sustainable funds and greatly expand its proxy business for institutional clients by the end of this decade.

More information

#### Union Investment given A+ rating by PRI



The United Nations Principles for Responsible Investment (PRI) initiative has awarded Union Investment its top mark of A+ in recognition of the company's overarching approach to responsible investment.

it confirms

More information

Union Investment is a German active asset manager based in Frankfurt/Main providing a comprehensive range of investment solutions across asset classes and regions. Founded in 1956,ît we now has more than **2,500 employees** and manages **€252bn** of assets (as of 30 June 2015, when we did the project).

Greenwich Associates has awarded Union Investment the accolade of Quality Leader in the institutional business. This is the result of a survey that the US-based consultancy has conducted this When China sneezes the global economy catches a cold, or so they say. Economic growth in China was one of the main topics discussed at the Union Investment Committee's regular meeting in July.

Married CCP Tention of Course Tent CCP - Country corner option

#### Contact

Contact

Investment Consultants

# **Our assignment:**

Build a co-creation platform for service innovation targeting input from sales associates in partner (retail) banks

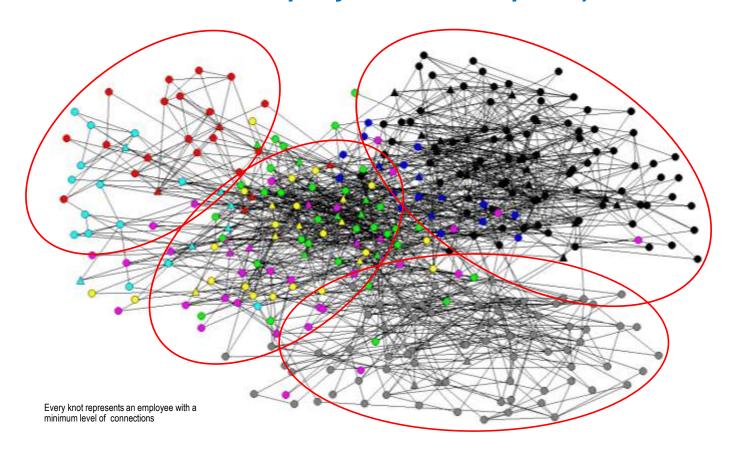
## It seemed like a very easy project:

- >> CEO sponsorship
  - >> Real need
  - >> Fit with strategy
- >> Project ownership
  ("service innovation" implemented
  as new function)
- >> Competition doing it as well

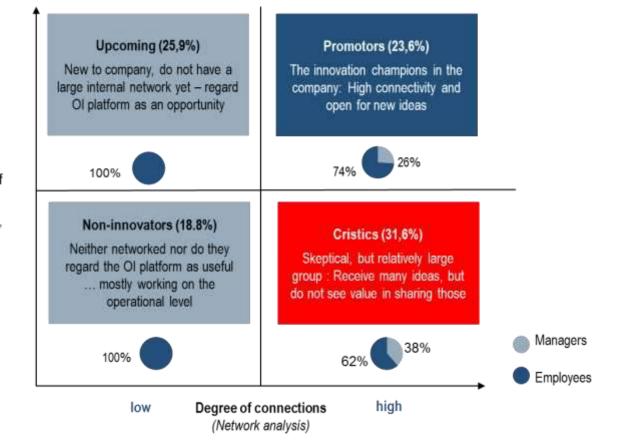
# In a broad employee survey, we asked everyone two questions:

- (1) "To whom do you refer (internally) when you have an innovative idea?"
  - (2) "How do you like the co-creation scenario [...]?"

# From Q1, we could generate this social network of innovation connections within the company with Christoph Ihl)



# Together with Q2, this matrix evolved: Acceptance of co-creation on the individual level



high

Acceptance of OI platform

(self evaluation, TAM study)

low

## What we did:

Stopped the rollout

Facilitated an internal community of practice

Internal education and communication (corporate TV)

Creating a promotor structure

Making board member (critic!) head of initiative

Announcing executive board as idea selection committee (next to crowdsourcing evaluations of ideas broadly)

## **Achievements**

Large success

30% reach of potential target group

>250 elaborated ideas submitted

Implementation of internal Service/Product Development Process

Implementation of innovation management role

Identification of new relationship opportunities for sales team

Two more external contests, three internal ones

# NIH can be diagnosed and managed!

# **Conclusions**

# **Departing questions**

- Collaboration is the new normal and current technological trends greatly enhance our collaboration productivity (as are platform-based business ecosystems)
- The strategy perspective: What could we give into the periphery of our organization and still make money?
- How do we create collaborative capabilities? (We do not educate people for collaboration we still create "solvers", but not "seekers")
- We need to create incentives for collaboration too many of our current individual performance criteria still reward individual solutions
- What are other corresponding capabilities? How can we overcome the "local search bias" and "not invented here"?

# Offers for further interaction

(and to develop your organization's capabilities)

#### The RWTH Aachen Executive MBA: Our flagship program freshly relaunched in 2021. Academic Director: Prof. Frank Piller



BUSINESS RWTHAACHEN UNIVERSITY



Unser Executive MBA bietet tinnen ideen und Konzepte, Wissen und Fähigkeiten sowie Inspiration und Mut, um ihre berufliche Zukunft aktiv zu. gestalten. Mit einem für die RWTH Aachen University (ypischen Technologiefokus bietet das Programm eine abwechslungsreiche und moderne Learning Journey bestehend aus Selbstlemphasen, inferaktiven Tagen an der RWTH Business School und internationalen Modulen. Lemen Sie bisher gewöhntes Verhalten infrage zu stellen und mit neuen Betrachtungsweisen der eigenen Horizont zu erweitem, um über sich selbst Ninaus zu wachsen und einen entscheidenden Beitrag zum unternehmenzerfolg zu leisten.



#### Blended Learning

Unsere Lehr- und Lemphilosophie basiert auf neuesten Blended-Learning-Methoden, die das Besteaus der digitalen und der klassischen Lehre kombinieren, um eine optimale Lemerfahrung zu ermöglichen.



#### Große Industrie- und Praxisnähe

Die RWTH Aachen ist ein Ort, an dam die Zukunft unserer industrialisierten Weit gedacht weid. Mahr als 330 Technologieunternehmen forschen und arbeiten auf dem RWTH Aachen Campus.



#### International Innovation Ecosystems

Sie besuchen vier global führende "innovation Ecosystems" in Aachen, Berlin, Buenos Aires und Cambridge und gewinnen dabei Intensive Einblicke in aktuelle technologische Erminblungen.



#### Gute Vereinbarkeit von Arbeit und Familie

Die Kombination aus Präsenztagen und digitalen Formaten ermöglicht eine Lemerfahrung, die sich mit Pren privaten und beruflichen Gegebenheiten vereinbaren lasst.



#### FIBAA und AACSB akkreditiert

De Akkreditierung durch die international renommierte Agentur AACSB ist eine besondere Anerkennung des hühen Standards in Lehre und Forschung. Zusätzlich ist unser Programm für Dualitätssicherung und Qualitätsentwicklung in der wissenschaftlichen Bildung FIBAA akkreditiert.

# **Back to school ... Our (free) innovation** management online programs



In case you are interested in studying innovation management, you can get a deep dive in the content with our free innovation MOOCs at edx.org:



https://www.edx.org/micromasters/managing-technology-innovation-how-deal



https://www.edx.org/course/innovation-strategies-for-electric-mobility-the-streetscooter-case

Note: Deep-dive into these topics and join the conversation in our Top Executive Seminars with *The Leadership Network*, London Also offered in an innovative life format in Virtual Reality (VR)

The Leadership Network®

# Discover Intelligent Engineering with Volvo



"Great step for us; it confirmed our strategy and gave us ideas to implement."

Schneider

# Our Top Management Smart Factory Masterclass



"From top management business planning to very practical tools on an operational level"

COTY

#### Dates and locations for 2021:

<u>https://theleadershipnetwork.com/</u>
<u>course/leading-intelligent-engineering</u>

#### Dates and locations for /2021:

<a href="https://theleadershipnetwork.com/">https://theleadershipnetwork.com/</a> course/industry-4-0-training-course

#### Our community of senior R&D and innovation managers

#### TIM-Expertenkreis (TIMEX)

Technologie- und Innovationsmanagement in der Praxis





#### Herausforderung

- Im T\u00e4tigkeitsfeld des Technologie- und Innovationsmanagements kursieren st\u00e4ndig neue Trends und "Buzzwords"
- Viele davon sind theoretisch-wissenschaftlich bereits gut erforscht bzw. finden in Nischen bereits Anwendung
- Die praktische Implementierung in etablierten Unternehmen ist jedoch oft herausfordernd und lässt sich häufig erst durch gezielten, moderierten Austausch mit externen Experten realisieren

#### Der Expertenkreis

- Im TIM-Expertenkreis treffen sich Innovations- und F&E-Manager aus etablierten Unternehmen, um im gegenseitigen Austausch untereinander und mit Forschern der RWTH Aachen unter der Leitung von Prof. Frank Piller aktuelle Themen aus ihren Tätigkeitsbereichen zu diskutieren
- Fokusthemen werden gemeinsam mit den teilnehmenden Partnern gesammelt und ausgewählt
- In offener Atmosphäre erfolgt ein intensiver Austausch und Networking, interaktives Erlernen neuer Innovationsmethoden und bis hin zu gemeinsamen Projekten
- Bisherige und zukünftige Themen: Innovationskultur, Geschäftsmodellinnovation, Ideenselektion, TRIZ, Zukunftsforschung, uvm.

#### Vorgehensweise

- Drei ganztägige Treffen (entweder in Aachen oder auf Einladung bei einem der Partner) sowie Teilnahme an einer der Konferenzen des TIM Instituts
- Fachvorträge ausgewählter Dozenten aus Wissenschaft und Industrie, offene Diskussion und Austausch bis hin zur Vorbereitung der praktischen Umsetzung in Workshops
- Dokumentation und Aufbereitung der Ergebnisse für alle Partner

#### Interested?

Contact Christian Gülpen, Head of Industry Relations at RWTH TIME +49 (0)241 809-6660

guelpen@ time.rwth-aachen.de

#### Termine 2020:

- Dienstag, 04. Februar 2020
- Dienstag, 21.April 2020
- Dienstag, 06.Oktober 2020 sowie Teilnahme an der Internationalen Open and User Innovation Konferenz (OUI) am 06./07. Juli 2020 in Aachen

#### **RWTH TIME** is present on the RWTH Campus with its own Innovation Center:

#### **Co-create innovation with more than 30 corporate partners**





https://invention-center.de/en/



Our monthly free innovation talk at RWTH Business School.

Currently online! Every 2nd Tuesdays per month, 18:00 CET

www.innovativetuesday.de

#### An Interactive Innovation Talk

"Innovative Tuesday" is a networking format between the local economy, researchers and students in the field of innovation. On a Tuesday evening a month we welcome all those interested in innovation and innovation management at the INC Invention Center at the RWTH Aachen Campus. We are looking for exciting discussions with speakers from business and science as well as other participants from the region of Aachen on various aspects of the topic of technology and innovation management. All events will be held in English to promote the exchange even beyond the national border and involve the students of RWTH Business School.













## **TIM Institute Collaboration Offers to Industry**



# Co-create the future of innovation with us by engaging in one of our networking formats and professional education offerings:

- Innovative Tuesday: A monthly free evening event connecting corporate innovators, students, and the Aachen innovation community on the RWTH Campus (<u>innovativetuesday.de</u>)
- TIM Expert Circle (TIMEX): Our community of practice for R&D and innovation managers
- INC Invention Center on the RWTH Campus: Turn your concepts into successful products with agile methodologies (<u>invention-center.de</u>)
- The Aachen Technology Management Conference, co-hosted with Fraunhofer IPT (<u>TM-tagung.de</u>)
- VDI Committees on Business Model Innovation for Industrie 4.0 under our scientific advisory
- RWTH Executive MBA for upcoming leaders in technology companies (emba.rwth-aachen.de)
- A wide variety of executive certificates: e.g., Chief Digital Officer (CDO), Business Model Innovation (BMI), TIM Mini-MBA (via <u>campusforum.de</u> and <u>business-school.rwth-aachen.de</u>)
- edX/RWTH TIME MicroMaster on Managing Disruptive Change (via edx.org)

## **Open for interaction**





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