

Data-driven Business Models in Manufacturing Industry – Trends and evolution directions

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Business Model Academy (BMA)

Helps you to build knowledge and tools by identifying, designing and implementing data driven business models

For whom
CEOs, CBOs

Mid-level/Senior managers

Head of Operations

Business owners

Innovation/R&D Managers

Four learning modules

1. Introduction to data-driven business models
2. Current situation analysis
3. Enabling advanced data driven business models
4. Roadmapping data-driven business models

Training Methods

Pre-work, Workshops, Individual work, Course project and Online coaching

Commitment needed

Four ½-day learning-sessions over three months.

Total effort about 45 hours of work, including the course project.

Already confirmed trainers

Prof. Hannu Kärkkäinen
Tampere University

Dr. Karan Menon
Tampere University

Olli Kuismanen,
Tamturbo Oy

More industry practitioners to be announced

Pricing per participant (VAT 0%)

3.500 € for DIMECC ecosystem members

4.000 € for others

Time & Location

Time: Sept. – Nov. 2023 **Location:** Tampere

Exact details to be agreed with enrolled participants

Registration and more information: Antti Karjaluoto, antti.karjaluoto@dimecc.com, +358 40 7725440



“The biggest threat to renewal is the human capacity for denial, especially when the future appears unpalatable. The future is surprisingly indifferent to our preferences.”

Gary Hamel

Business model is
a managerial
assumption that
is (continuously)
tested and
iterated

- "Business modeling is the managerial equivalent of the scientific method – you start with a hypothesis, which you then test in action and revise when necessary" (Magretta, 2002)
 - E.g. Bosch Accelerator Programme, Wolt, ...

Strategic drivers:

- Profitability
- Growth
- Predictability (of e.g. cash flows)

Technological changes:

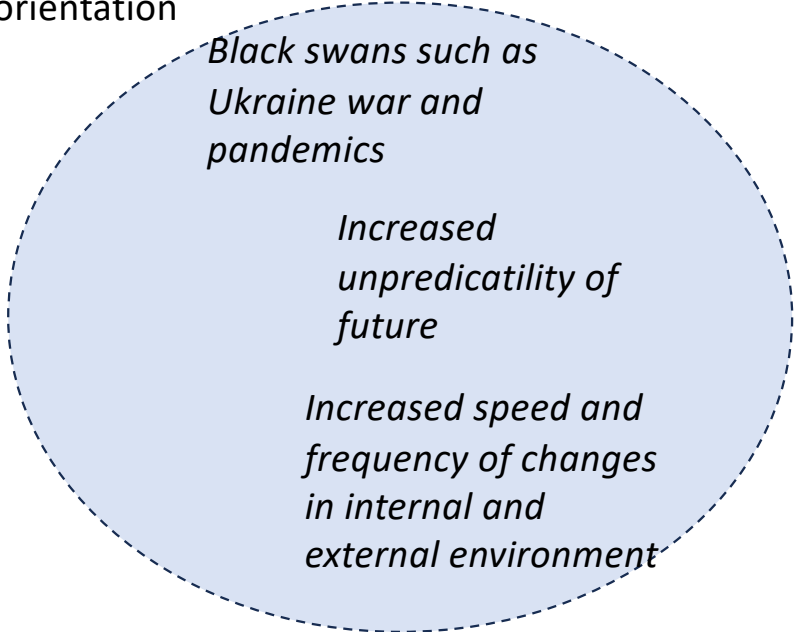
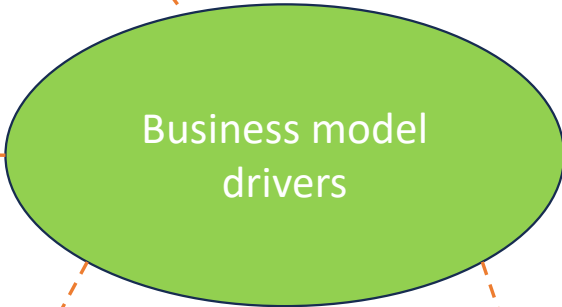
- Automation
- IoT/IIoT
- Analytics, AI, GenAI

Sustainability demands

Generic competition patterns in intl competition: USA, China, EU)

Increased service orientation

Large business environment and competition-related megatrends and "black swans":



New data opportunities:

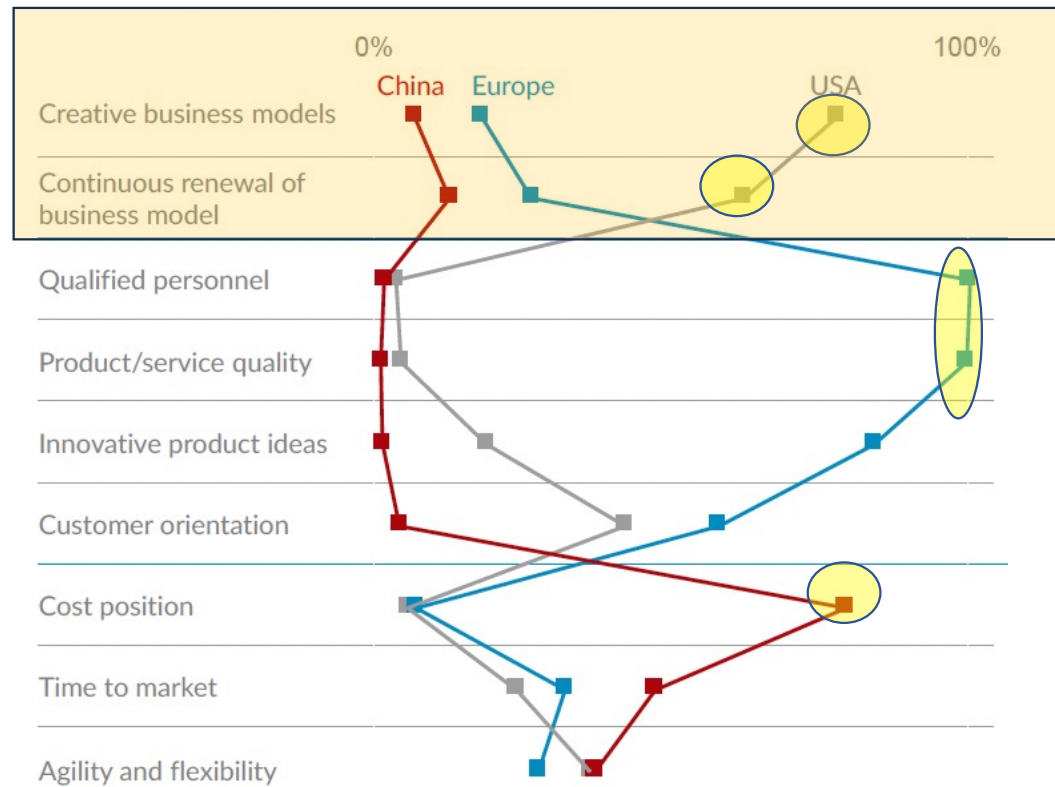
Big data, open data, API development, platforms, social media data,...

Regulatory changes

New financial instruments (e.g. MaaS-oriented)

Business models and other competitive factors for machine builders

(McKinsey & VDMA)



Considering the above: What should manufacturing companies pay attention to? Development directions of interest for BMs

- BM resilience
- BM modularity
- MaaS/OBC/PPX-models (and related hybrid BMs)
- Need to monitor and develop existing and new business models continuously
- Strategic long-term development of business model maturity

Resilience of Business Models

Business model resilience

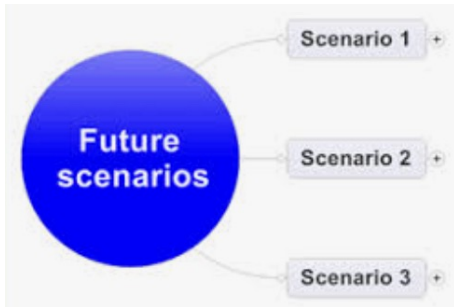
Central business model drivers, and related future anticipation

Business model Readiness (AS-IS, TO-BE)

Potential business model architecture and options

Business model transition and implementation

Business model related scenarios



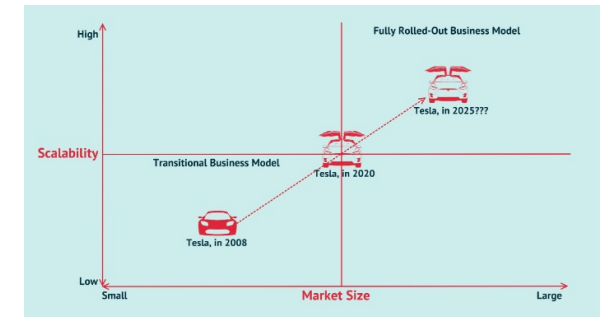
Business model configuration and modularity (what might be possible)

Characteristic Features	Options										
OWNERSHIP											
Ownership of Equipment	Customer	Leasing Bank/financial institutions	Equipment Producer								
During the phase of use	Customer	Leasing Bank/financial institutions	Equipment Producer								
After the phase of use	Customer	Leasing Bank/financial institutions	Equipment Producer								
Ownership of Software	Customer	Leasing Bank/financial institutions	Equipment Producer								
During the phase of use	Customer	Leasing Bank/financial institutions	Equipment Producer								
After the phase of use	Customer	Leasing Bank/financial institutions	Equipment Producer								
Ownership of Data	Customer	Third Party (platforms or someone else)	Equipment Producer								
Production Optimization Related Data (Production Outcomes)	Customer	Third Party (platforms or someone else)	Equipment Producer								
Service related Data (State of the machine)	Customer	Third Party (platforms or someone else)	Equipment Producer								
OPERATIONS											
Machine Utilization Level	High	Medium	Low								
Controlled by	Equipment Producer	Controlled by Customer	Standardized (?)								
Raw Materials / Consumables	Customer's establishment	Shared infrastructure	Equipment Producer's establishment								
Location of operation	Customer	Third Party	Equipment Producer								
Logistics	Equipment Producer	Customer	Third Party (e.g., Data Scientists, Platform Consultants, etc.)								
Personnel	Equipment Producer	Customer	Third Party (e.g., Data Scientists, Platform Consultants, etc.)								
Manufacturing	Equipment Producer	Customer	Third Party (e.g., Data Scientists, Platform Consultants, etc.)								
Maintenance	Equipment Producer	Customer	Third Party (e.g., Data Scientists, Platform Consultants, etc.)								
TRANSACTIONS											
Single/multiple customer operation	One Customer	Key Customers	All Customers								
Payment Model	Fixed Rate	Hybrid Model	Pay per-use/ (equipment, software, etc.)								
Value Exchange Components	Data (Servers, Storage, Mobility)	Analytics	Expertise	Facility	Customization	Hardware	Personnel	Service	Maintenance	Software	Money

Business model maturity evaluation & development (MaaS example)

Governance	Risk Management	People & Culture	Processes	Technology	Data Analytics	Ecosystem Strategy
System governance	Risk identification	Competences	Production & design	Smart Product & factory	Data Collection & Storage	Identification of Partners & Roles
People governance	Risk analysis	Culture	Logistics	Connectivity	Data combination & processing	Organisational Alignment with network
Data & information governance	Risk mitigation	Leadership	Marketing & sales	Cloud	Data visualisation & application	Partner Cooperation

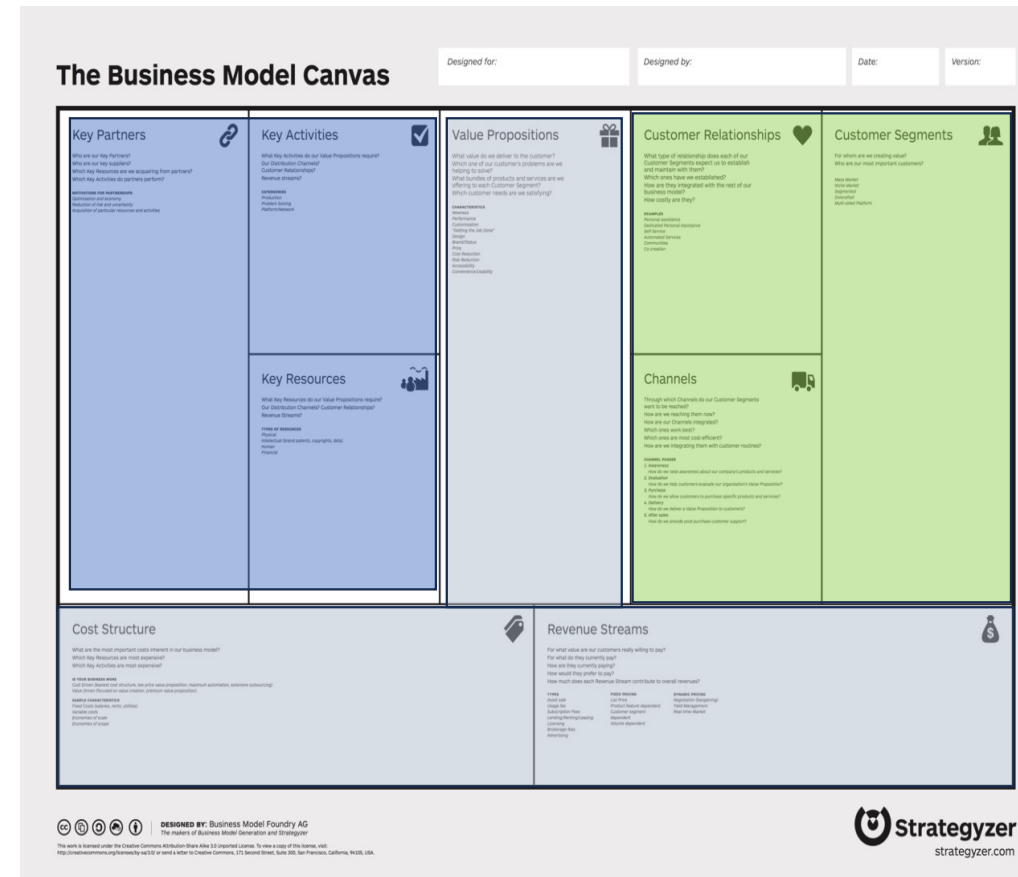
Business model (current/future) portfolio and roadmapping



Modularity of Business Models

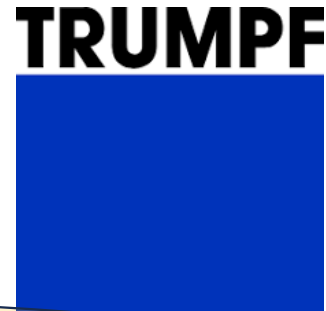
Different types of BM modularity (e.g. Gärtner & Schön 2016)

- Product & Service modularity
- Pricing modularity
- Core asset modularity
- Partner network modularity
- Channel modularity
- Core activities modularity

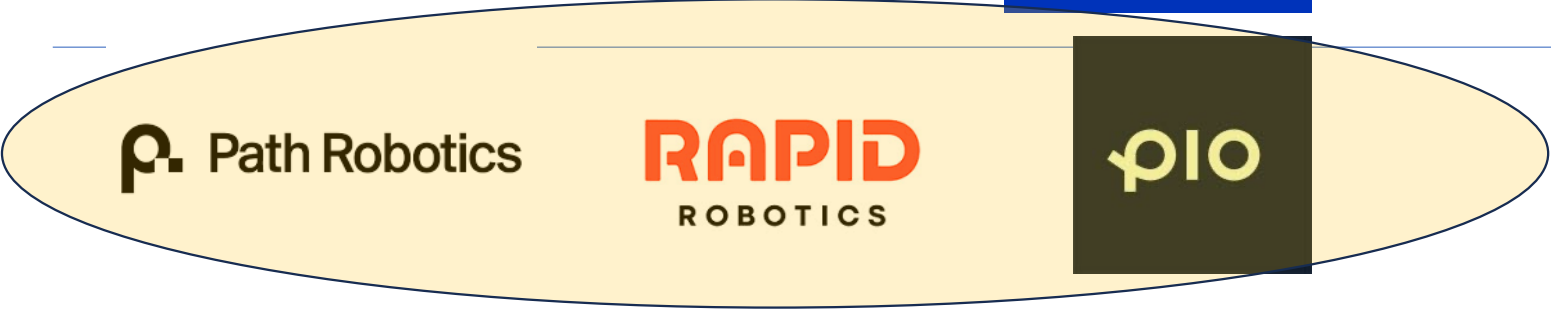


Machine-as-a-Service (MaaS)/Pay-per-Use/Outcome-based BMs,...

Machine-as-a-Service



DMG MORI



EHRT

ZK



- Interested in collaboration e.g. in terms of joint projects related to Data-Driven Business Model resilience/modularity, Business Model design, and BM innovation in manufacturing field?
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