Sustainable innovation @Festo

Kenneth Feng

Head of Strategic Management and Marketing Asia Pacific Region, Festo PLATFORM 2014 April 23 – 24, 2014 Conrad Seoul, Korea

Sustainable innovation management @Festo

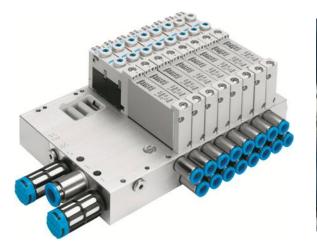
A strong brand/ A strong workforce/ Strong performance

Kenneth Feng Head of Strategic Management & Marketing Region Asia Pacific



INNOVATION 2013

An industrial automation player: Motion, Control, Solutions & Learning







Motion

- Linear and rotary motion
- Turning, spinning
- Gripping
- Clamping

Control

- Detecting position
- **Inspection**
- Handling
- Monitoring

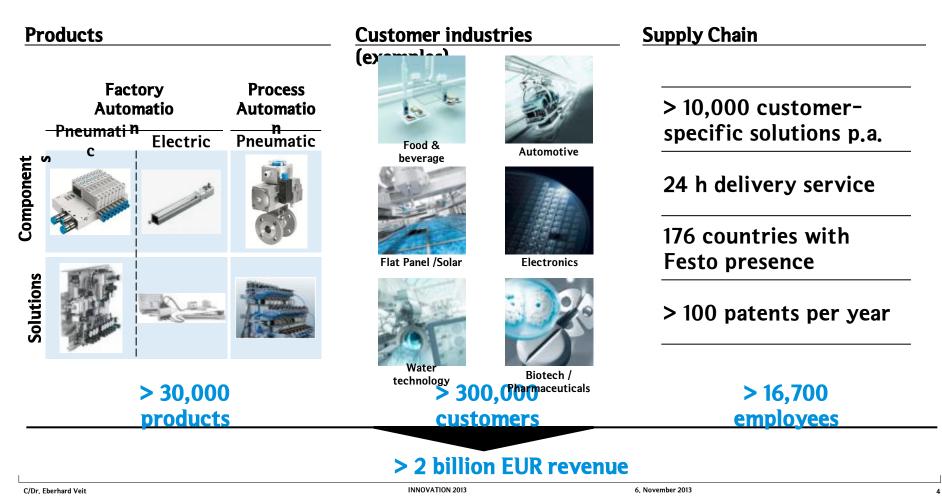
Technology-neutral solutions

- Electric
- Pneumatic
- Servopneumatic

Didactic

- Learning systems
- Training
- Consulting

Comprehensive portfolio, diverse customers and sophisticated supply of



Festo in Korea



Founded in May 1980

First company to introduce
 Factory Automation solutions
 in Korea

Over 250 employees across Korea

Located at or near major industrial complexes to provide fast and best-inclass service to our customers



Industrial Management Organization

 Covering Automotive, Electronics, General and Process industries









Festo's value proposition: We are the engineers of

We are reducing your

effort. We are easy to use processes. We are your straightforward solution. We are innovative energy concepts. We optimise energy consumption. We set the pace with our efficiency. We are that feeling of security. We are reliable operation. We are the path to profitability. Setting your sights high? Want to achieve more? We show you new ways.

→WE ARE THE ENGINEERS



Simplicity

→WE ARE THE ENGINEERS OF PRODUCTIVITY.



Efficiency

→WE ARE THE ENGINEERS OF PRODUCTIVITY.



Security

→WE ARE THE ENGINEERS OF PRODUCTIVITY.



Competenc

Innovation is an inherent element to our values and value proposition



Trainees are awarded third place in the vocational competition Mechatronik Didacta in Cologne in 2013







eonardo Award 2012 for Dr. Wilfried Stoll and Dr. h.c. Kurt Stoll for their commitment to **European education**



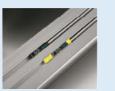
German Future Prize 2010



reddot design award best of the best 2013

reddot award - best of the best 2013 Design Zentrum Nordrhein-Westfalen

2013





International Forum Design Hannover

3 Auszeichnungen

iF Product Design award 2013





Innovations also strengthen Festo's future prospects





- New impetus from future technologies
- Developing new business fields
- Realising savings potential
- Eco-friendly and efficient technologies, including bionics
- Efficiency leaps with innovative technologies
- Enhancing innovative strength and competitive edge



10 Success factors in sustainable innovation management

Competitive field → We can't stop change, so we must go along with it!	1. Shaping technological trends
	2. Adapting to the speed of change
	3. Benefitting from technological opportunities
	4. Observing regulations, market shifts and market influences
Employees → The employees are our success and differentiation factor	5. Creating a climate of innovation
	6. Promoting education and training
	7. Promoting the motivation and pride of the employees
Customers → We stand for trusting, sustainable partnership!	8. Financial stability, clarity through strategy and perseverance
	9. Creating trust with brand value, stability and longevity
	10. Extending and intensifying partnership with the customer



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field → We can't stop change, so we must go along with it!	2.	Adapting to the speed of change
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Bionic Learning Network: Learning from nature

1. Energy efficiency

Animals that save their resources gain a competitive advantage.

2.Lightweight construction

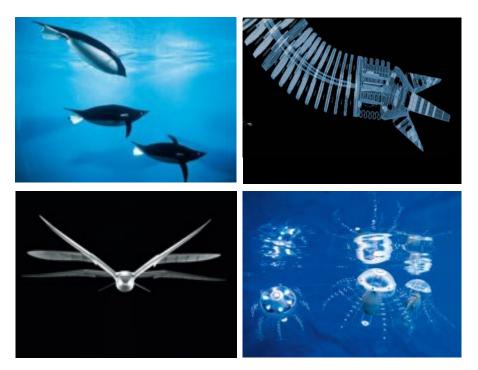
A lightweight, yet stable skeleton helps to save energy.

3.Functional integration

By integrating a plurality of functions in a single element, weight can be saved.

4. Communication and learning

Animals that know where and how to find the best resources have a clear selective advantage.



Natural phenomena are inspiration

We transfer efficiency strategies from nature to the technology

Human-technology interaction: The Bionic Handling Assistant

→ winner of the German Future Award 2010/2011

A high-tech helper for industry and the home:

- A new and non-hazardous assistance system based on nature
- Enables unique cooperation between humans and technology
- Opens up new applications in production technology and the home
- Energy efficiency as the target parameter of efficient handling systems

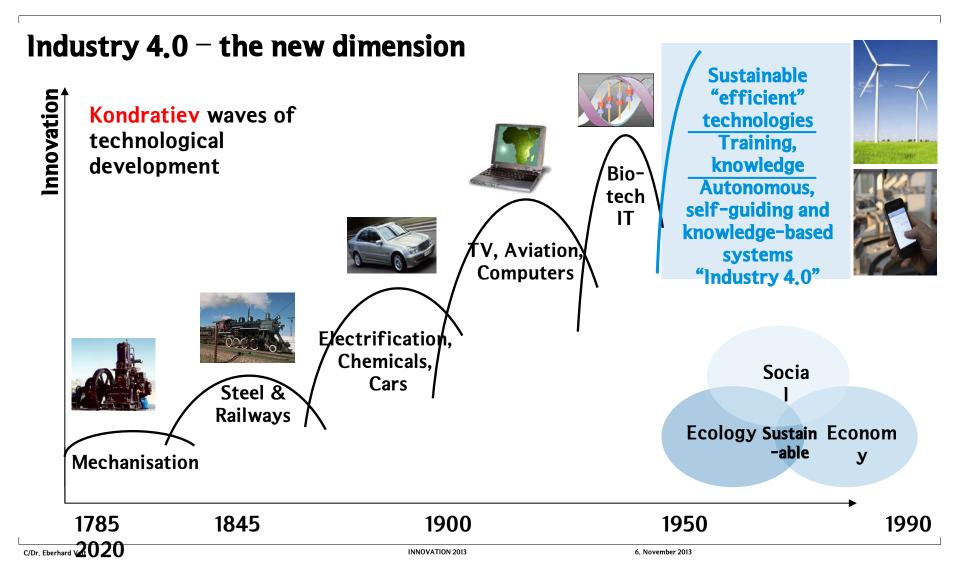




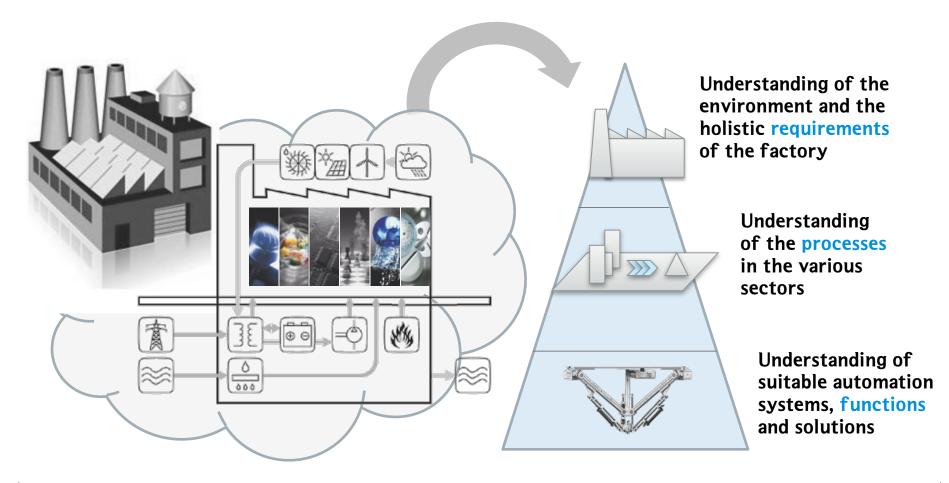
Preis des Bundespräsidenten für Technik und Innovation

2010/2011

6. November 2013



Factory of the future: Adaptive, learning production system





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differentiation factor	7.	Promoting the motivation and pride of the employees
factor Customers		Promoting the motivation and pride of the employees Financial stability, clarity through strategy and perseverance
factor	8.	

FEST

Leading innovations need leading specialists

Input

Company

Innervetion

Knowledge



Technology



Innovation processes	work	Innovation culture
Innovation networks	Innovations are made by people!	Innovat expert

Innovations in new business fields

Innovation partnerships Innovation



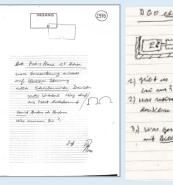
Technology alone is not enough – the right conditions are necessary for innovation

Innovation expertise

Promoting a climate of innovation in the company

The founding family is the ideal!





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Workplaces and buildings





Internal and external innovation activities





We create the right conditions for innovation



- Continual skills training for staff
- Securing know-how at our facilities
- Top-quality education and training programmes
- Life-long learning as the fuel for constant innovation
- The basis for global success are highly skilled employees and

junior staff





Knowledge and education are the decisive competitive advantage



10 Success factors in sustainable innovation management

→ We stand for trusting, sustainable partnership!	 9. Creating trust with brand value, stability and longevity 10. Extending and intensifying partnership with the customer
→ The employees are our success and differentiation factor Customers	8. Financial stability, clarity through strategy and perseverance
	7. Promoting the motivation and pride of the employees
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field → We can't stop change, so we must go along with it! Employees	5. Creating a climate of innovation
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	3. Benefitting from technological opportunities
	2. Adapting to the speed of change
Competitive	1. Shaping technological trends

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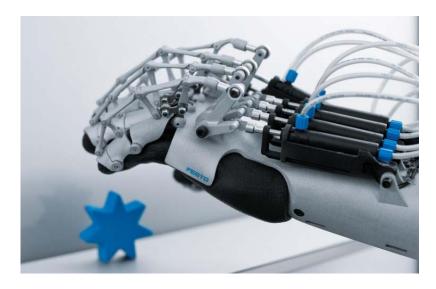


Sustainable partnerships with our customers



- Based on trust
- Creating added value for our customers
- Innovation: from component to flexible system
- Holistic approach: "Plug and Work" for utmost flexibility for the customer and minimum complexity for Festo
- Innovative ideas, customer-oriented design
- Cutting-edge, self-developed production techniques

Sustainable innovation management at Festo



→ The answer:
Promoting innovation management in all areas of the company

- New impulses through future technologies
- Establishment of new business segments
- Interdisciplinary communication and cooperation between sectors
- Environment-friendly, efficient technologies
- Leaps forward in efficiency through innovative technologies

6. November 2013



Thank you!