

How businesses benefit from using design

- -This presentation is drawn from the National Survey of Firms presented in Design in Britain completed by the Design Council.
- The purpose of this presentation is to help you as a design consultant, business advisor or teacher, make the case for design to your clients or students.
- Please feel free to edit and use this presentation as you wish,
 but be careful to protect the integrity of the data.
- -The full report is available on our website at www.designcouncil.org.uk

Design in Britain Robust

National Survey of Firms is the most comprehensive investigation into the ways UK business understand, use and benefit from design

1,500 interviews with chief executives or heads of design

Design in Britain Robust

Across all sizes and sectors of UK companies

Representative of UK businesses

Research undertaken by independent company, Public and Corporate Economic Consultants (PACEC)

Contents

Section 1 Benefits to business and

the economy

Section 2 Innovate and compete

Section 3 Using design

Section 1

Benefits to business and the economy

- Competitiveness, quality, productivity
- Financial rewards
- Sharper competitive edge
- Products, services, ideas

Competitiveness, quality, productivity

Where design is integral,

44%

of companies see a resulting increase in competitiveness and turnover.

Financial rewards

Design-intensive companies outperformed the FTSE 100 by 200% over a ten year period.

Sharper competitive edge

27%

of all companies consider that design has become more important in maintaining a competitive edge.

Sharper competitive edge

Design is increasingly important to the competitive edge of

50%

of manufacturers.

Products, services, ideas

Only

32%

of companies have introduced a new product or service in the last three years. Where design is integral,

67%

have done so.

Design Council, National Survey of Firms, 2004–2005

Section 2 Innovate and compete

- Competing through innovation
- Ingredients of success
- RD&D: Research, design & development

Competing through innovation

45%

of companies that don't use design compete mainly on price. Where design is significant, only

21%

have to compete on price.

Ingredients of success

Design is the seventh most important ingredient of success for UK companies. It is second most important for rapidly growing businesses.

RD&D: Research, design & development

Less than

1/5th

of companies that know about R&D tax credits have actually used them.

Section 3 Using design

- Role of design
- Product and service development
- Role of designers
- Measuring design investment

Role of design

Design is integral or significant to

33%

of growing companies, but to only

11%

of shrinking ones.

Product and service development

Sales of Marks & Spencer's travel fans increased by 105% after redesign by Smallfry. Development costs were recouped in just 12 days.

Role of designers

11%

of companies would be more likely to use designers if they were professionally accredited.

Measuring design investment

57%

of companies that invest in design have no accounting mechanism to measure the return on their investment.