#### **SEP 2019 • HARNESS PROJECTS**

# IKEA UX RESPONSE



Margie Jape

# IKEA FURNITURE LEASING PROGRAM

### **BRIEF RECAP**

- Research and report on insights from behaviours of university students.
- a leasing program with IKEA.
- product leasing process.

Identify what may motivate them to partake in

Design a digital concept that aims to engage this user group with a usable and efficient IKEA

### **BUSINESS CHALLENGES**

To enable products to be adapted for longevity and encourage the reuse of IKEA products with the ambition to transform the business into a circular economy.



### **USER CHALLENGES**

Student renters have trouble with seasonal wastage when they transition from property to property and no longer need their furniture.

# Situation

## **DESIGN THINKING APPROACH**

**USER INTERVIEWS STAKEHOLDER INTERVIEWS DESKTOP RESEARCH COMPETITOR ANALYSIS** 

**SYNTHESIZE INSIGHTS HMW STATEMENT PROBLEM STATEMENT** PERSONAS

**USER JOURNEY MAP USER TASK FLOW** SKETCHING WIREFRAMING

DISCOVER

DEFINE

TEST **VALIDATE IDEAS REFINE DESIGNS ITERATIVELY BUILD** 

DESIGN

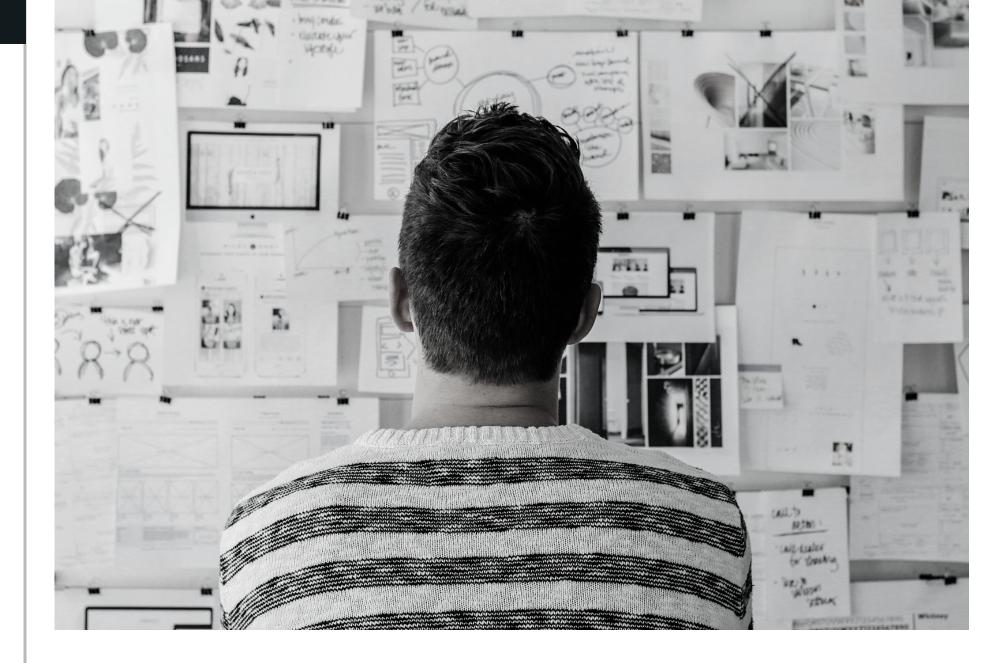
**DELIVER** 

# How might We...

products.

### Reduce seasonal wastage and increase product longevity through the re-use of IKEA

### Encourage the re-use of IKEA products and make the process accessible and viable.



# Research objectives

• Discover how students currently source their furniture for student living.

• Gain an understanding of the student rental and leasing market.

 Explore student's feelings and behaviours towards sustainability, used / refurbished items.

• Explore student's understanding of a circular economy.



4 x 1:1 user interviews with university students



Desktop research Key research methods



Competitor analysis

# KEY INSIGHTS

#### AWARENESS

Little awareness of furniture rental being an option.

#### PRICE

Price driven and price conscious because of tight budgets.

#### REFURBISHED

Open to or have experience purchasing off Gumtree and Facebook Marketplace.

#### MAKE IT EASY FOR ME WHAT'S IN IT FOR ME? Expectations when paying for Reward systems for doing something right or doing good.

a service.

#### **PRE-FURNISHED**

Most student accommodation comes pre-furnished.

#### QUALITY

Quality, durability and comfort is of high importance.

#### **FLEXIBILITY**

Is extremely important. Adverse to 'lock in contracts'.

I want furniture that can be adaptable and work in any home. It's difficult not being able to try before you buy, how do I know if it will fit?

I want something that looks good, is comfortable and not spend too much money. Am I guaranteed good quality? I want to know where the materials have come from.

#### I want to be able to see the difference that I make.

### QUOTES

#### COMPETITORS

2 main competitors only. Servicing BNE, SYD, MEL.

#### GOING GREEN

Paperless. Keep cups. Green bags.

#### COMMONALITY

Travel. Time driven. Transitory.

### RENTING VS BUYING

Price. Price. Price.

### CIRCULAR ECONOMY

Unilever - Less plastic, Better plastic and No plastic.

### SUBSCRIPTION SERVICES

The use of viral marketing for awareness and engagement.

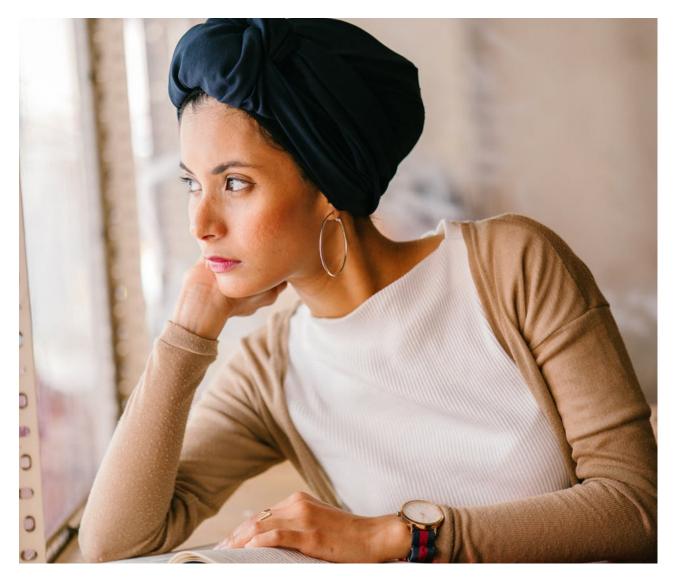
### WHAT'S THE VALUE

Value isn't so obvious for a student renter.

#### MEASURABLE

Show impact, progress and outcomes.

## OBSERVATIONS & ASSUMPTIONS



### PERSONA #1 **Nomad Nellie**

- 28 years old
- Temporary Working Visa from UK
- \$75K
- Marketing Agency (12 Month Contract)
- Travelling around Australia
- Moving into a 2B apartment in Brunswick with her boyfriend Jimmy

#### **BEHAVIOURS**

- Enjoys bars, concerts, nightlife and meeting new people
- Frequent traveller
- Important to live more sustainably and be environmentally conscious

### **PAIN POINTS**

- No strings attached
- Living a busy lifestyle, burning the candle at both ends at work and socially
- Wants to do more to contribute to a greener planet but there's only so many options

#### **NEEDS AND GOALS**

• Flexibility, she doesn't plan on staying in one location beyond 12 months.

#### **SCENARIO**

Nellie is currently finishing up a contract in Sydney and is moving to Melbourne in four weeks time to start a new 12 month contract.

She needs to furnish her new Brunswick apartment but doesn't know many people in Melbourne so asks advice from friends about where to find furniture.

She needs flexibility and a solution that is quick, smart and easy. Nellie needs furniture delivered promptly so she can start her new life in Melbourne as quickly as possible.

Nellie feels overwhelmed but excited.

### THE TRANSITORY TREND

Opening up the opportunity to renters in the 'transitory stay' situation - Students, working visas, secondments interstate, nomads.

#### EDUCATE & EMPOWER - PEOPLE & PLANET POSITIVE

Not only making it easier for users to participate in a leasing program but educating them about the benefits. Enabling users to share and educate others about the program but also rewarding them for it.

#### MODULAR SERIES

Purpose built furniture for the rental program- allows for a multitude of configurations to be created and allowing the program to be more cost efficient and non-comparable to items for purchase.

#### BUILDING A BUSINESS FROM WASTE

Allowing all IKEA customers to participate, allowing them to return unwanted furniture (that isn't suitable for Take Back) which is then recycled and refurbished for the Modular Series.

## INTRODUCING

# IKEA loop



# VALUE PROPOSITION



#### SIMPLE

#### STRESS-FREE

#### FLEXIBLE

#### AFFORDABLE

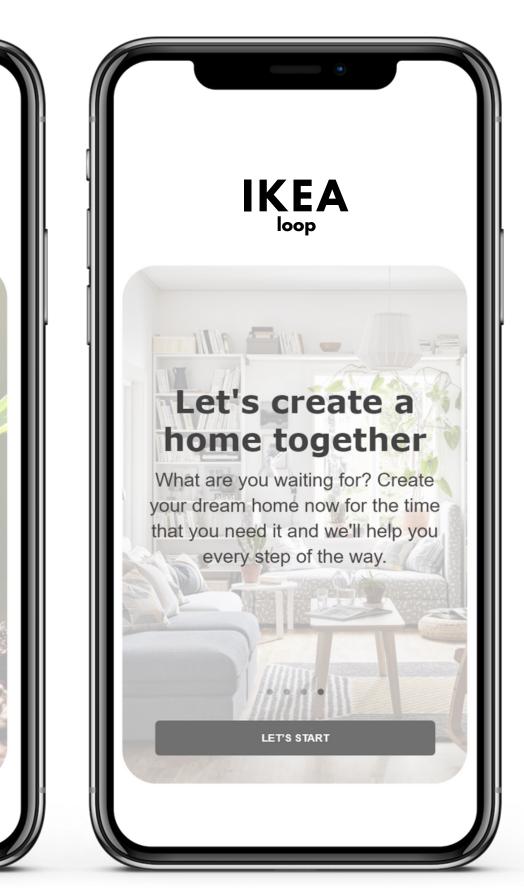
#### DELIVERS QUALITY

#### SMARTER LIVING

SUSTAINABLE



#### **PROTOTYPE - ONBOARDING**

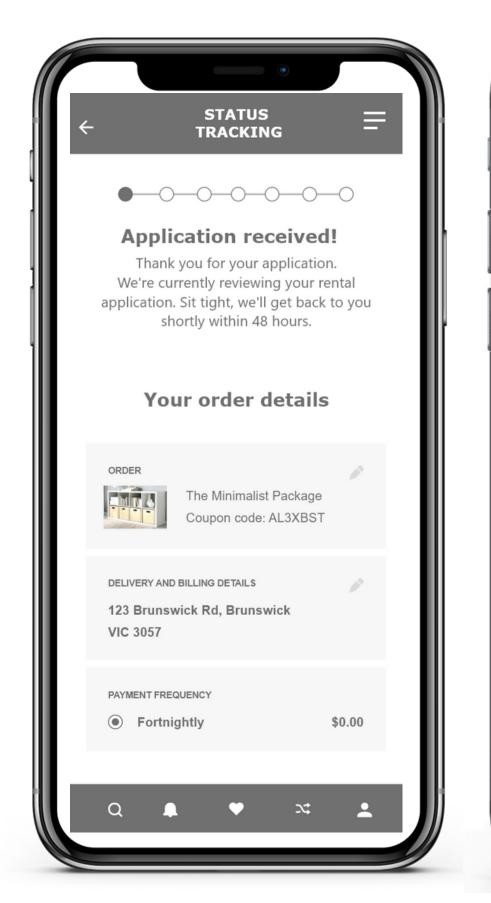


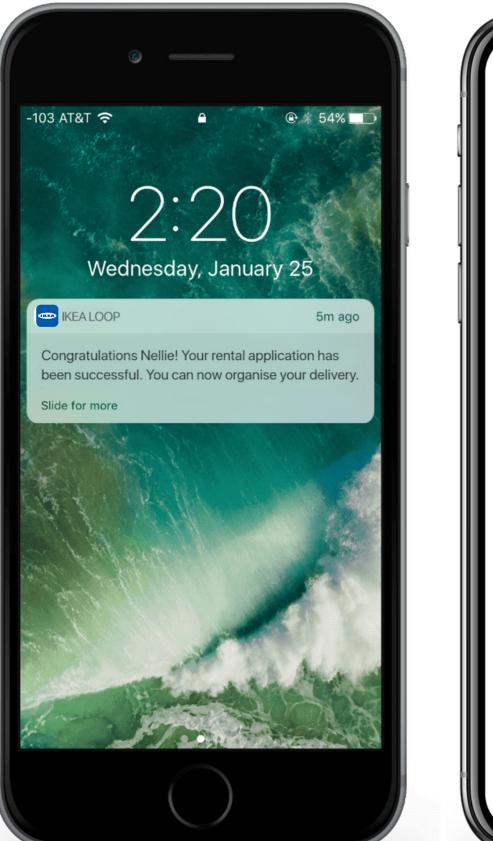
NEXT

APPLICATION STEP 1/4		← APPLICATION = STEP 2/4 =	← APPLICATION = STEP 3/4 =	← APPLICATION =
reate an Account		Leasing terms	Payment information	Confirm details
Vellie Nomad	Full Name	Length of lease 6 months Other	PAYMENT FREQUENCY         Weekly       \$0.00         Fortnightly       \$0.00         Monthly       \$00.00	DELIVERY AND BILLING DETAILS 123 Brunswick Rd, Brunswick VIC 3057
nomadnellie@mail.com	Email Birthday			PAYMENT DETAILS
23 Brunswick Road, Brunswick	Address Password	Identification validation         PASSPORT UPLOADED!         Scan another	CARD NUMBER 1234 5678 1234 5678 CARDHOLDER NAME CARDHOLDER NAME	ORDER The Minimalist Package Coupon code: AL3XBST
			Nellie Nomad   EXPIRE DATE   00 / 20   123   Scan card Save CARD	PAYMENT FREQUENCY Fortnightly \$0.00
$\rightarrow$		CONTINUE	CONTINUE	SUBMIT APPLICATION

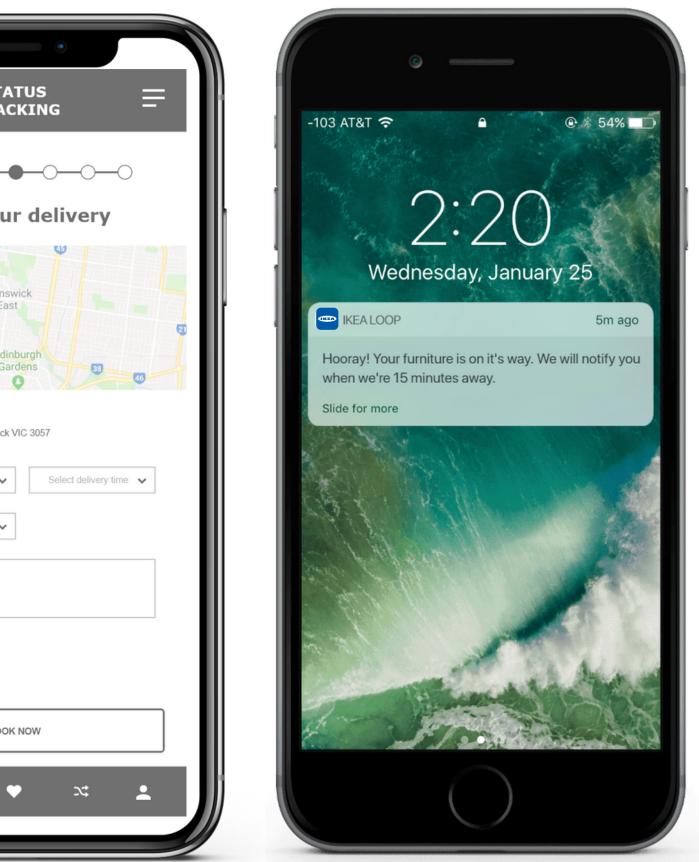
### **PROTOTYPE - SIGN UP**

#### **PROTOTYPE - TRACKING & DELIVERY BOOKING**





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	Book you
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MA	
•	123 Brunswick Rd, Brunswick
0	Select delivery date 🗸
	Select return date 🗸
0	Delivery notes
00	Assembly services Removal of boxes
	BOO
	Q 🖡







### **PROTOTYPE - REFER A FRIEND**

# FURTHER RECOMMENDATIONS

- Make it yours opportunity to purchase items after leasing program ends
- How to guides on repairing items to increase self serve, reduce cost to serve and logistic emissions.
- IKEA Hacks inspiring all IKEA customers to reimagine and rethink their products for reuse.
- App Messaging Communicate with delivery drivers and IKEA faults and repairs for help and support.
- Measuring contribution Allowing customers to measure value in how much they are contributing in helping IKEA be more sustainable via carbon emissions / waste reduction calculator.
- Elevating the referral program Gamification
  - Refer 1 Receive \$25 gift voucher
  - Refer 5 Unlock 1 month free for you and 1 week free for your friends
  - Refer 10 Add on 1 free item for your rental period

## THANK YOU

# Appendix



## PERSONA #2 **Studious Sami**

- 21 years old
- Full time International Student from Malaysia
- Undertaking a 3 year Bachelor of Business
- Under \$35K
- Looking for part time work in hospitality
- Renting a 1 bedroom apartment in the Melbourne CBD

#### **BEHAVIOURS**

- Take away food services
- Board game nights
- Study is the main focus
- Doesn't drive

#### **PAIN POINTS**

- Budget is very tight
- Parents are funding the rent for her apartment however Sami is finding it difficult to find a job
- Doesn't know many people in Melbourne, so relies on making friends at uni, seeks recommendations from Melbourne Uni student hub and Facebook groups

#### **NEEDS AND GOALS**

- Dedicated time to balance study and job hunting
- Adhere to a strict spending budget

Studious Sammy is moving out of a share home into her own rental apartment, she has also just commenced her 2nd year of Uni.

She wants to find an affordable way to furnish her home for the next 2 years. She is very budget conscious as she is still looking for work, so needs cheap options.

Sammy also needs help with moving the furniture into her apartment as she doesn't own a car nor does she have her driver's license.

She is quite stressed about starting her new school semester as well as finding a job. Her parents have given her some money to help her get by for a little while.

I WANT SOMETHING

affordable WHAT BRANDS do you like?

WHERE DID YOU

buy yours?

THIS IS NOT MY

forever home

**SAYS** 

ASKS COLLEAGUES

for advice

COMPARES SIZE

and price

LOOKS ON FACEBOOK

and gumtree

online

CREATES A

wishlist

DOES

# **Empathy map**

### Used to gain a deeper insight into NOMAD NELLIE.

I JUST WANT

#### something cheap

WHAT ARE MY OPTIONS

WHY IS THIS

#### for the short so hard? term

I'LL JUST GO FOR THE

#### cheapest option

WILL EVERYTHING

fit?

WILL EVERYTHING ARRIVE

#### on time?



BUDGET

#### concious

#### excited

LOOKS

ANXIOUS AND

#### stressed for time

#### disorganised



2NDLEASE	SERVICE TYPE	TARGET AUDIENCE	PROPOSITION	LEASING CRITERIA	PRODUCT FILTERS	RENTAL TERMS
\$77 per week - fully furnished with appliances. BNE, SYD, MEL.	Rent appliances, furniture and home packages on subscription plans from local businesses and households. Website online order, delivery, installation and returns pickup - all inclusive.	Students and renters.	Flexible lifestyle, makes moving and living easier.	Photo identification and bank report.	Furniture category, number of bedrooms, price range and package type.	No minimum rental term, no lock in contract, no exit fees. Renters can submit an offer to purchase. Guarantee available on products.
RENTACENTRE	SERVICE TYPE	TARGET AUDIENCE	PROPOSITION	LEASING CRITERIA	PRODUCT FILTERS	RENTAL TERMS

Rent appliances, rentacentre Need It? Rent it! Flexible hire period and furniture and home no long term Photo ID, employer packages on 1,3,6 month commitments. details, landlord or re or indefinite term plans. Students and renters. \$26.10 per week -Website online order or estate agent details a Offers 10% off special including fridge and reference. phone order, next day furniture and appliance delivery and installation. washer in SYD. rental rates for students.

CORT FURNITURE	SERVICE TYPE	TARGET AUDIENCE	PROPOSITION	LEASING CRITERIA	PRODUCT FILTERS	RENTAL TERMS
<b>\$199USD per month for base package in NYC.</b>	Rent furniture packages, styled for you on a 1-12+ monthly plan. Brief your requirements via webform and accept or swap suggested styling, delivery and set up.	Home, office, events and students.	Smart way to furnish, styled to suit you. Offers a student referral program. Has program details in other languages.	Student ID.	The urban, The studio, The necessities or Cort can suggest a style for you, based on your needs.	6-12+ months contract, 1 month minimum, 15 day notice required for returns. Option to buy furniture at end of lease term. Offers a customer protection plan.

RIA	PRODUCT FILTERS	RENTAL TERMS
er real and	Furniture, appliances, packages.	1, 3, 6 months - indefinite. 1 month minimum lock in contract, no exit fees. Offers replacement for faulty goods. Online reviews. Risk protection \$3 per item per month.

## CIRCULAR ECONOMY IN AUSTRALIA

- and by design.' Ellen MacArthur Foundation
- Benefits:
  - Deliver significant job creation
  - Greenhouse gas reduction benefits
  - Creating longevity in products.
- The characteristics:
  - Designing out waste

  - Thinking in systems
  - Thinking in cascades
- Companies:
  - experience,"

  - refurbishing of disability equipment.

• 'An industrial economy that is restorative or regenerative by intention

• Circular economy to become \$26bn industry in Australia by 2025

• Building resilience through diversity – valuing the modular

• Australia Post: "Companies should be focusing on making it easy for consumers to participate in ways that don't compromise on their

• Unilever: Less plastic, better plastic, no plastic • City of Booroondara: world-first 99 per cent recycled asphalt • Green Industries SA & Domiciliary Equipment Service (DES): Recycle,



#### GAINS

no follow ups

no ways to communicate

## **CUSTOMER VALUE PROPOSITION**

#### less stressful tasks when moving out

- don't have to worry about selling or disposing furniture when relocating
- contributing to a people positive planet
  - no heavy lifting
- one less piece of furniture wasted



furnish home

find a short term solution

return items at end of lease

PAINS

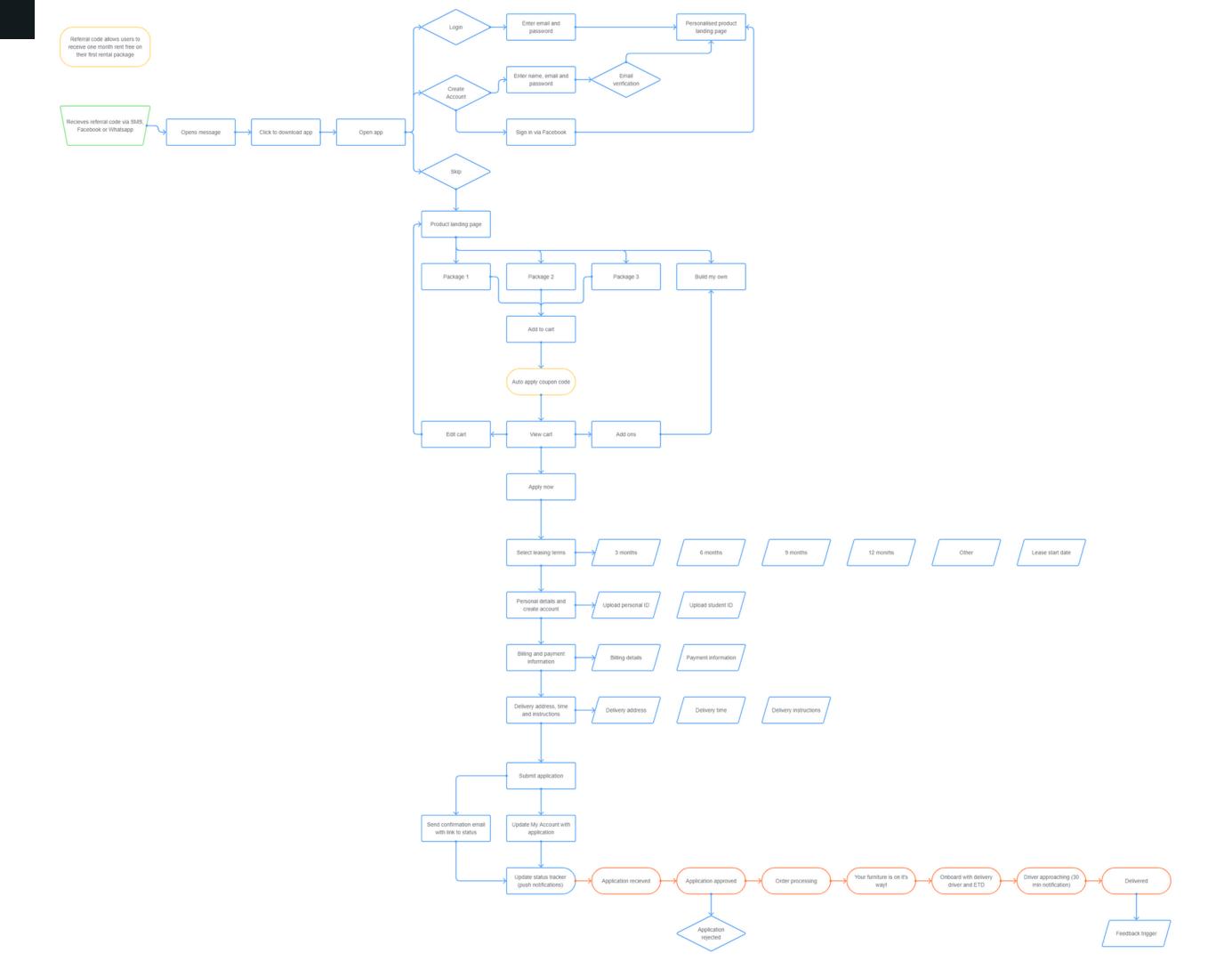
expensive delivery and installation

very little options for short term solutions

nowhere to share experience or give feedback

liability

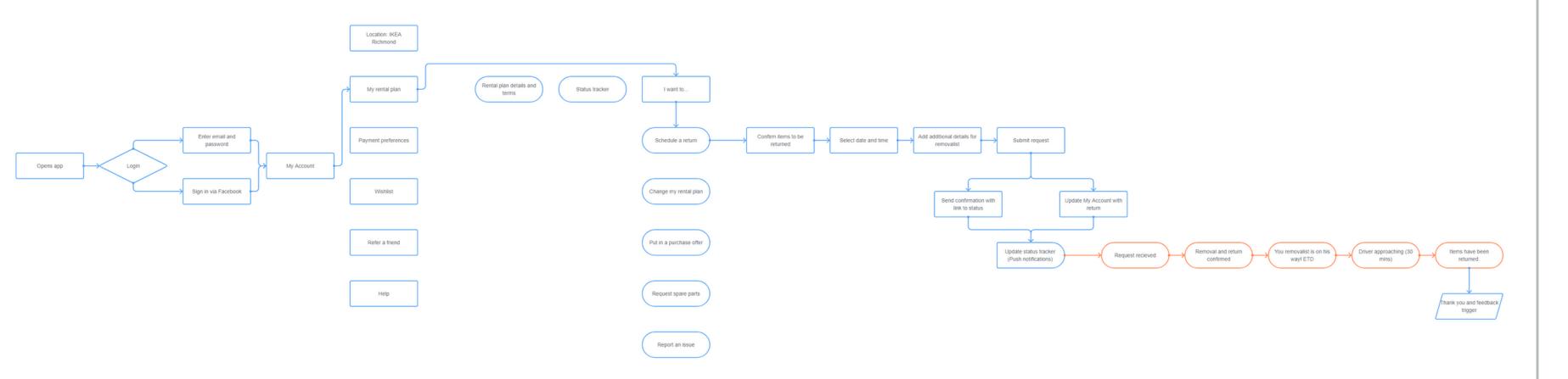
	PREPARING FOR Move to Melb	LOOKING FOR FURNITURE	FINALISING ORDER	WAITING FOR DELIVERY	ITEMS DELIVERED	END OF Lease
DOING	<ul> <li>Packing up belongings</li> <li>Disconnecting utilities</li> <li>Organising moving van</li> <li>Cleaning up current place</li> <li>Saying goodbye to friends</li> <li>Signing new lease</li> <li>Confirm move in date</li> </ul>	<ul> <li>Looks online</li> <li>Looks on Facebook/Gumtree</li> <li>Asks friends and colleagues</li> <li>Compares products and prices</li> </ul>	<ul> <li>Makes final decisions</li> <li>Organises payment</li> <li>Selects delivery time</li> <li>Gives delivery instructions</li> <li>Coordinates time</li> </ul>	<ul> <li>Takes time off work</li> <li>Waiting at home</li> <li>Making space</li> <li>Reorganising</li> </ul>	<ul> <li>Moves furniture around the house</li> <li>Takes photos</li> <li>Cleans</li> <li>Restyles</li> </ul>	<ul> <li>Organising move</li> <li>Packing up belongings</li> <li>Disconnecting utilities</li> <li>Organising moving van</li> <li>Cleaning up current place</li> <li>Needs to return furniture</li> <li>Communicates with company</li> </ul>
THINKING	<ul> <li>Good time to cull</li> <li>Fresh new start</li> <li>Brand new adventure</li> <li>Exciting times ahead</li> <li>This is all too hard</li> <li>Did I remember everything?</li> </ul>	<ul> <li>There's too many options</li> <li>I need options for the short term</li> <li>I don't need these forever</li> </ul>	<ul> <li>Have I made the right choice?</li> <li>Will these items fit?</li> <li>Are these worth the price I pay?</li> <li>Do I have enough money</li> </ul>	<ul> <li>Will they be on time?</li> <li>Will they remember my instructions</li> <li>Will it all fit?</li> <li>Will they take the rubbish away?</li> </ul>	<ul> <li>These items look great</li> <li>I am very happy</li> <li>This was a great idea</li> <li>The service was fantastic</li> <li>What if something breaks</li> </ul>	<ul> <li>Not this again!</li> <li>Brand new adventure</li> <li>Exciting times ahead</li> <li>This is all too hard again</li> <li>Did I remember everything?</li> </ul>
FEELING	<ul> <li>Stressed</li> <li>Excited</li> <li>Anxious</li> <li>Overwhelmed</li> <li>Accomplished</li> </ul>	<ul> <li>Frustrated</li> <li>Confused</li> <li>Budget conscious</li> </ul>	<ul><li>Organised</li><li>Nervous</li><li>Excited</li></ul>	<ul> <li>Anxious</li> <li>Impatient</li> <li>Unclear</li> </ul>	<ul><li>Ecstatic</li><li>Joyful</li><li>Happy</li></ul>	<ul> <li>Stressed</li> <li>Excited</li> <li>Anxious</li> <li>Overwhelmed</li> <li>Accomplished</li> </ul>
PAIN POINT	<ul> <li>Negotiations</li> <li>Time poor</li> <li>In a state of limbo</li> <li>The unknown</li> </ul>	<ul> <li>Too expensive</li> <li>No flexible options for short term arrangements</li> <li>Overwhelmed by choice</li> <li>Make it easy for me</li> </ul>	<ul> <li>Items not in stock</li> <li>Process too time consuming</li> <li>Delivery times aren't flexible</li> <li>Nellie doesn't drive</li> <li>Doesn't have time to build furniture</li> </ul>	<ul> <li>Delivery driver is running late</li> <li>Delivery driver is lost</li> <li>No communication</li> <li>No follow up</li> <li>No way to contact driver</li> </ul>	<ul> <li>No way to share feelings</li> <li>No channels to communicate with company</li> <li>Nowhere to share experience</li> </ul>	<ul> <li>Doesn't know how to disassemble furniture</li> <li>Doesn't drive</li> <li>Doesn't have much time</li> <li>Needs everything done ASAP</li> </ul>
OPPORTUNITY	<ul> <li>Partnerships with flatmates.com and REA</li> <li>Facebook targeted ads</li> <li>Google display ads</li> <li>Paid search keywords</li> </ul>	<ul> <li>Referral program</li> <li>Mobile app</li> <li>Furniture leasing - short term</li> <li>Affordable</li> <li>Paid search keywords</li> </ul>	<ul> <li>Flexible delivery times</li> <li>Delivery and assembly services</li> <li>Order confirmation</li> <li>30 day trial</li> </ul>	<ul> <li>Status tracker</li> <li>Push notifications</li> <li>Messaging service in app</li> <li>Live tracking</li> </ul>	<ul> <li>Online review notification</li> <li>Refer a friend prompt</li> <li>Rate your experience</li> <li>Report a fault</li> <li>DIY fix it guides</li> <li>Spare parts request</li> </ul>	<ul> <li>Easy return service</li> <li>In app experience</li> <li>Minimal notification of return</li> <li>Multi-location</li> <li>How to guides</li> </ul>



#### SCENARIO:

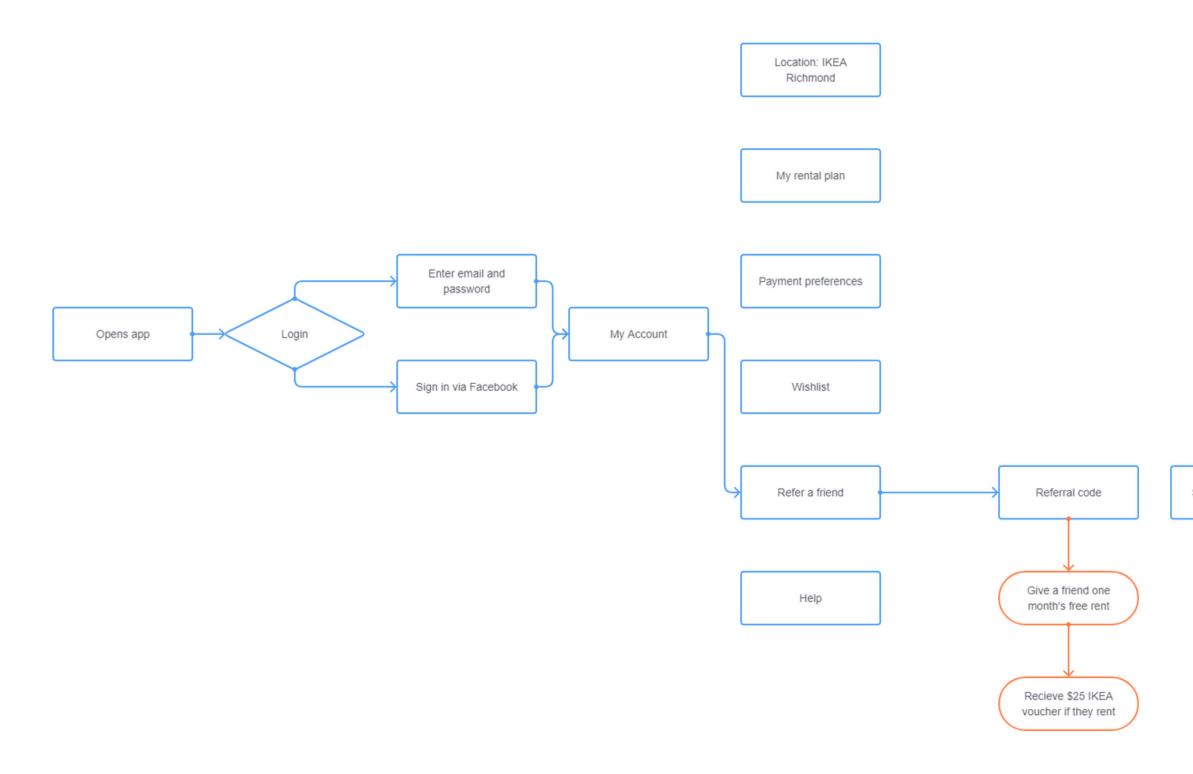
Nellie receives a referral to download the app and proceeds to select a package and successfully rent furniture.





#### SCENARIO:

Nellie is relocating and needs to organise the return of her furniture



#### SCENARIO:

Nellie's new friend Sami is an international student moving into a new apartment. Nellie wants

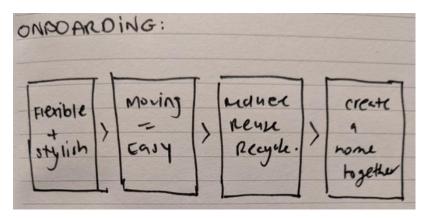
Share via Facebook

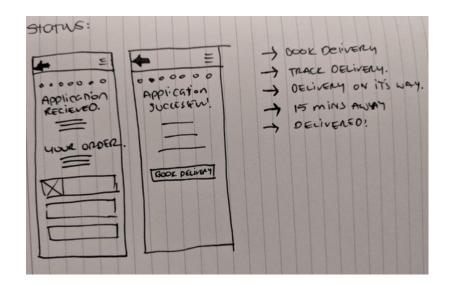
Share via SMS

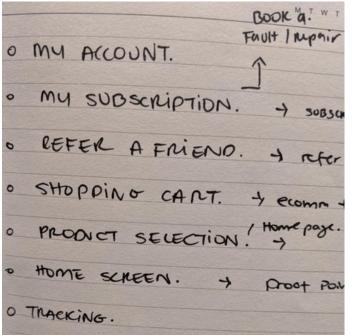
Share via email

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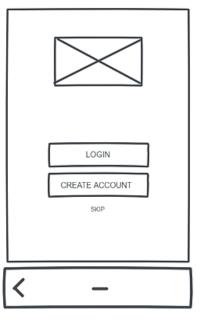


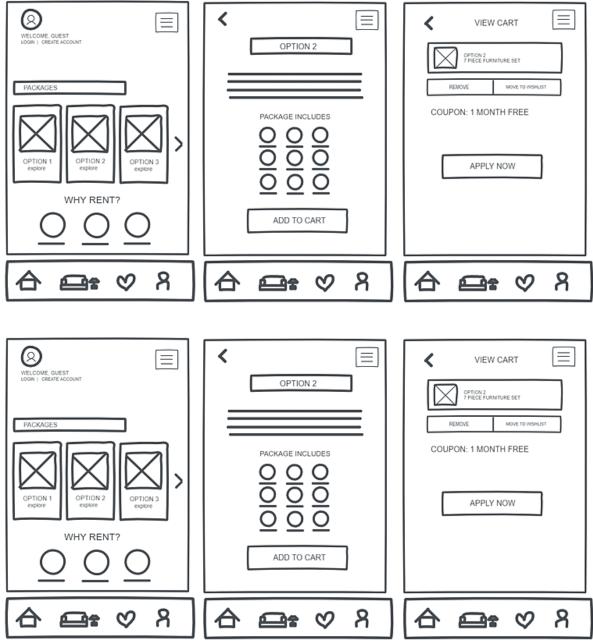


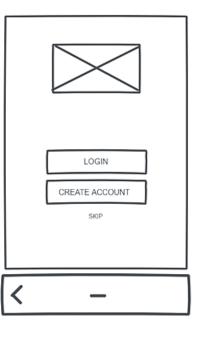




	transient
	transitory
IKEQ -	modular
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1 Kea -	circle
illea-	100P.









5

SK

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1 - EASY	5 - HIGH
	0

|--|

5 - HIGH

#### HIGH

#### SATISFACTION DIFFICULTY CONFIDENCE VALUE TASKS 1-5 1-5 1-5 1-5 FIND OUT MORE ABOUT THE SERVICE AND Decide whether or not 5 5 5 1 YOU'D SIGN UP FOR IT SIGN UP FOR THE SERVICE 4 5 4 1 5 4 TRACK THE STATUS 5 1 **BOOK IN A DELIVERY** 5 5 5 1 **REFER A FRIEND** 5 5 4 1

#### **PRE-TESTING QUESTIONS:**

- What can you do here?
- Who is this app for?

Anyone really! I could see myself using it! Looks pretty good and i like the name of loop, easy to remember.

• How can you tell?

All seems pretty streamlined and straight forward, i couldn't see where to sign up for the package but the minimalist one would suit me lol.

Rent furniture with ease instead of purchasing, no fuss or needing to put together the annoyingness.

5 - HIGH

5 - HIGH

5 - HIGH

TASKS	DIFFICULTY 1-5	CONFIDENCE 1-5	VALUE 1-5	SATISFACTION 1-5
FIND OUT MORE ABOUT The Service and Decide Whether or not You'd Sign up for It	1	5	4	5
SIGN UP FOR THE Service	1	5	4	5
TRACK THE STATUS	1	4	5	5
BOOK IN A DELIVERY	1	5	4	5
REFER A FRIEND	1	5	5	5

#### RE-TESTING QUESTIONS:

- What can you do here?
- Who is this app for?

People who are renting.

How can you tell?

of the app...

You can rent furniture using a mobile app by Ikea.

It pretty much says all the info you need on the first page

1 - EASY	
----------	--

5 - HIGH

5 - HIGH

					_
TASKS	DIFFICULTY 1-5	CONFIDENCE 1-5	VALUE 1-5	SATISFACTION 1-5	PF
FIND OUT MORE ABOUT THE SERVICE AND DECIDE WHETHER OR NOT YOU'D SIGN UP FOR IT	3	4	3	5	
SIGN UP FOR THE Service	3	4	4	5	•
TRACK THE STATUS	1	4	3	5	•
BOOK IN A DELIVERY	2	4	4	5	
REFER A FRIEND	1	5	5	5	

5 - HIGH

#### PRE-TESTING QUESTIONS:

• What can you do here?

You can rent furniture from the Ikea catalogue and have them delivered/assembled etc

• Who is this app for?

Home renters.

• How can you tell?

The first screen where it says "rent the furniture you love", it asks for your lease period, and also asks for delivery points.

#### RESOURCES

- https://www.ikea.com/ms/en\_US/pdf/reports-downloads/sustainability-strategy-people-and-planet-positive.pdf
- https://www.circulardesignguide.com/
- https://www.ellenmacarthurfoundation.org/circular-economy/what-is-the-circular-economy
- https://www.amp.com.au/personal/hub/manage-my-money/moving-interstate-the-cost-of-living-in-a-new-australian-city
- https://www.abs.gov.au/AUSSTATS/abs@.nsf/mediareleasesbyReleaseDate/64EEC2403E851326CA2581BF0036648E?OpenDocument
- https://www.domain.com.au/living/the-challenges-of-moving-interstate-everything-you-need-to-know-20171122-gzotce/
- https://www.weforum.org/agenda/2018/04/how-to-build-a-business-in-the-circular-economy/
- https://marvelapp.com