

We do AWESOME stuff

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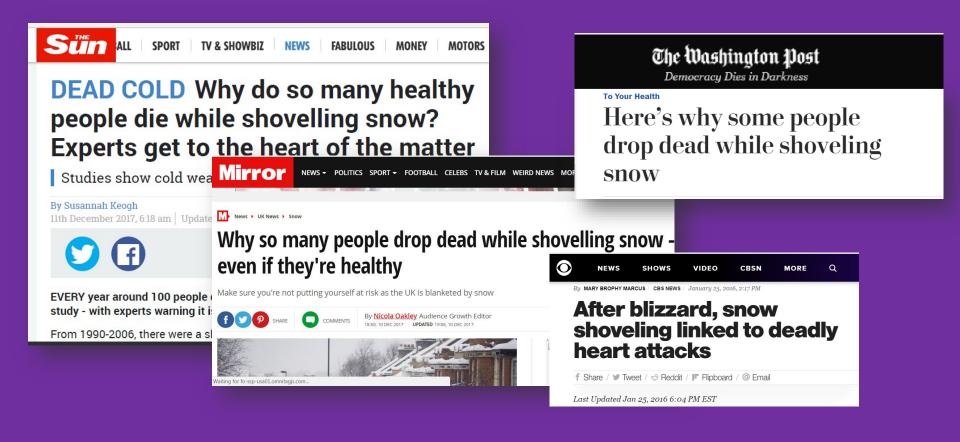
**Every year** about 1,500 Americans die every winter while shoveling snow

"Every year about 1,500 Americans die every winter while shoveling snow."
-Warren Levy, MD



Warren S. Levy, MD, FACC





- 1. Cold weather constricts blood vessels
- 2. Increased heart problems among adults
- 3. People underestimate the strain of shoveling

#### Wheeled Snow Plow

- Low cost design
- Durable
- Uses 50% the exertion of a traditional shovel
- Moves more snow faster









#### **Snow Shovel**

Common

Price: \$15-\$30

Cost: \$5-\$10

**Efficiency 25%** 

#### **Dual Handle**

**Heavy duty** 

**Price: \$100** 

**Cost: \$55** 

Efficiency 40%

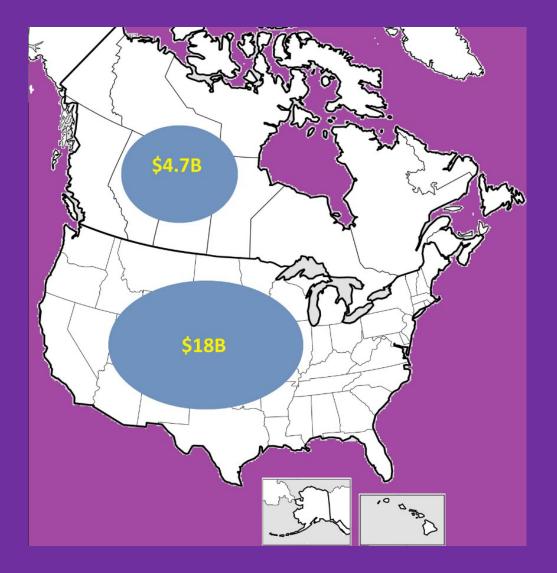
Wheeled Snowplow

All-use

**Price: \$45** 

**Cost: \$20** 

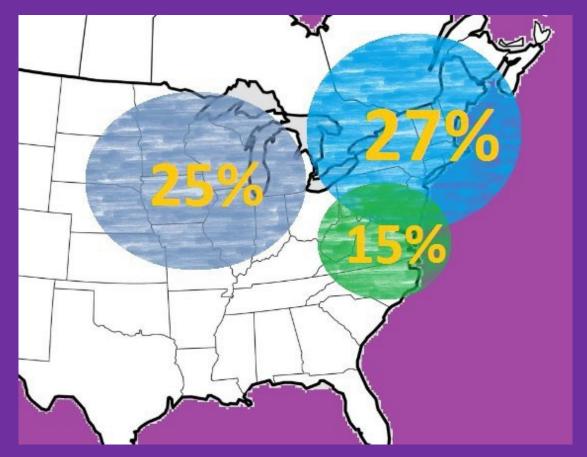
Efficiency: 50%



\$22.7<sub>B</sub>

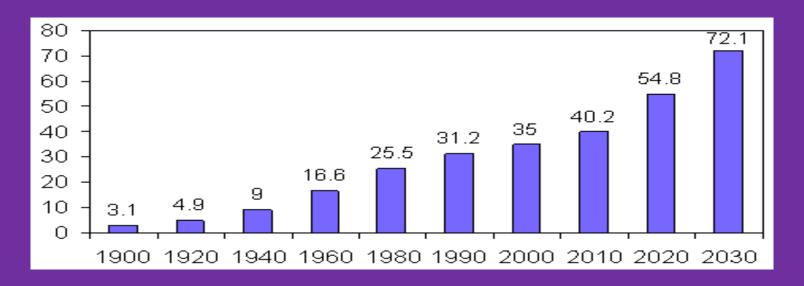
North American
Private Snow Removal
Market

Source: Snow & Ice Management Association 2020 Report on private snow and ice removal



# Concentration of US market in Northeast and Midwest corridors

Source: Snow & Ice Management Association 2020 Report on private snow and ice removal



### 72m units

Projected Annual US Sales of Shovels by 2030



Source: Home Depot Annual Report 2019



### **Target Buyer**

Adults 18-50 years Income \$35,00-150,000 Living in regions w/annual snowfall +50"/year

135m US & Canada

Source: IBIS World/Primary Data Research



### Target Segment Buyer

"Gadget Dad"

Men 35-50
Income \$55,00-150,000
Has a family. Lives in suburbs.
Likes electronics, frequently
buys new cars, and shops online

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### Our Target Buyer Survey

- 75% said they pay for snow removal, but would discontinue if they could
- 50% of respondents seek better ways to remove snow
- **45%** willing to invest in new product to make snow removal easier and faster
- **30%** willing to consider purchasing \$45 shovel

55% showed interest in our prototype

Source: Primary Data Research, n=25

## Two-Prong Sales Channel Strategy

Primary Approach

Direct and Online Sales

- Amazon
- eBay
- www.smowswith.com

Secondary Approach Retail B&M

Online & Direct-to-Consumer

Distribution & Retail

# Marketing Social Media

- Instagram
- Facebook

Guerrilla Marketing
Target Event
Sponsorship



### Marketing

Conversion cost \$3.50/customer acquisition in first year Early-adoption promotions Giveaways



### Competition

#### Competition is Fierce

- 1. Dmos
- 2. Ames
- 3. TrueTemper
- 4. Marion
- 5. Union Tools

#### Competitive advantages

- -(soon-to-be) Patented Design
- -Made in USA quality (85% of competition made in China)
- -Lifetime Product Warranty (unique among brands)



### Competition

#### Competitive disadvantages

- Higher costs of manufacturing and raw materials
- Fewer resources than competitors, including cash flow
- Seasonal business with critical dependency on snowy winters





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BA Marketing
Worked for MTD
Products
Passionate about Snow



Dave Winston

BA Accounting

Previous Work at E&Y

And Huntington

Loves to Ski



Corey Zane

BS Engineering
Technical Guy
Mechanic
Enjoys Ice Fishing

### First Year Timeline

Winter 2018	Spring 2018	Summer 2018	Fall 2018	Winter 2019
Develop Prototype	Production launch	Production	Full Product Launch	Major Marketing Campaign
Customer targeting	Website Go-Live	Marketing Campaign	Retail Deliveries	
Build Website	Marketing Campaign	Holiday Target Pro-mo	Promo Tour	
Rent production space	Retail Visits		Guerilla Marketing	
Vet suppliers	Create Marketing Assets		Ramp up production	
Product testing				
Certification				
Purchase tooling				

# Financial Projections 2019-2023

	2019	2020	2021	2022	2023
Units	5,000	10,000	20,000	55,000	60,000
Sales	\$ 225,000	\$ 450,000	\$ 900,000	\$ 2,475,000	\$ 2,700,000
Cost	\$ 200,000	\$ 350,000	\$ 660,000	\$ 1,485,000	\$ 1,500,000
G&A	\$ 100,000	\$ 65,000	\$ 65,000	\$ 150,000	\$ 200,000
Profit	\$ (75,000)	\$ 35,000	\$ 175,000	\$ 840,000	\$ 1,000,000

Assumes steadily decreasing COGS Incorporates Y1 one-time tooling investment costs



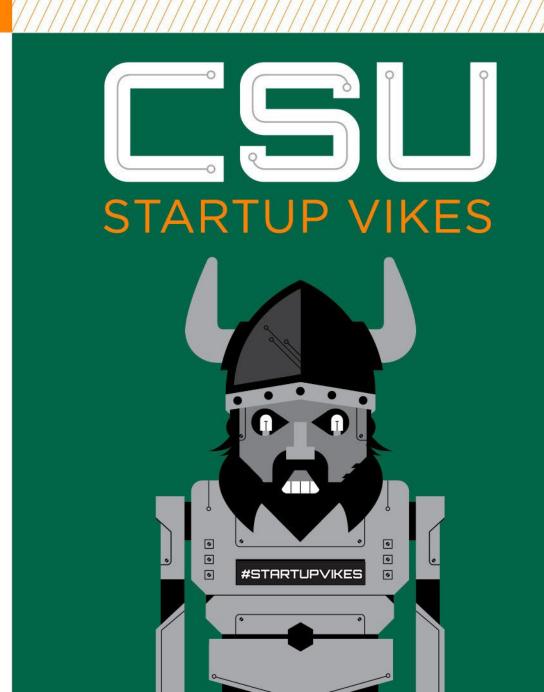
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PITCH PERFECT



#### **OVERALL ADVICE**

#### TITLE: Logo + Tag Line + Contact Info

NOTES: First Impressions Matter! – Get their attention! Be enthusiastic – Build a connection with your audience. Gives signs that you are confident, capable and organized.





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www.coname.com

#### OVERALL ADVICE

Good presentation deliveries are:

Crisp Coherent Compelling



## Building Blocks of a Good Pitch Presentation



#### **PAIN POINT**

What is the unsolved problem or need?





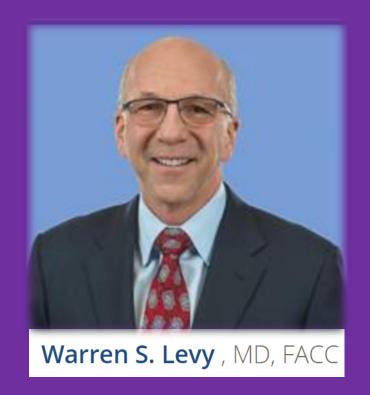
Every year about 1,500 Americans die every winter while shoveling snow

#### **PAIN POINT**

Do you have supporting metrics/corroboration?



"Every year about 1,500 Americans die every winter while shoveling snow." -Warren Levy, MD

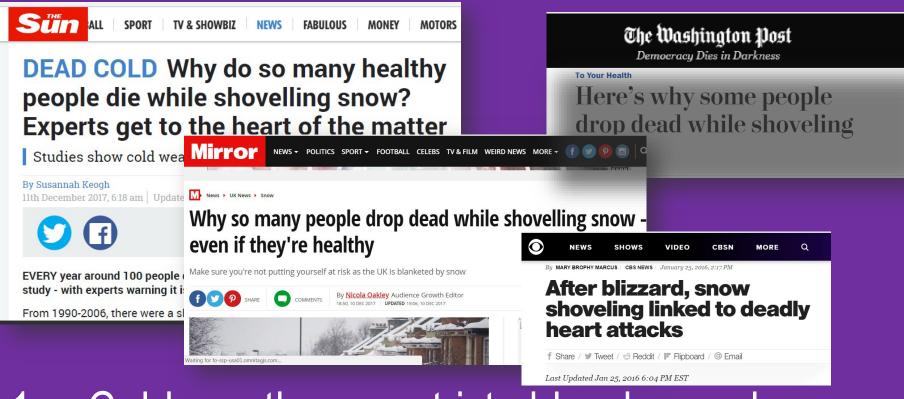




#### **PAIN POINT**

Why has the problem not been solved until now?





- Cold weather constricts blood vessels
- 2. Increased heart problems among adults
- 3. People underestimate the strain of shoveling

#### **PAIN POINT**

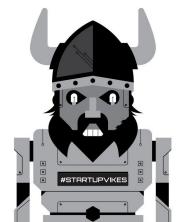
Make the problem a reality and not an abstraction.



#### VALUE/SOLUTION //

#### PRODUCT OR SOLUTION

- What you do
- List of benefits
- Show screen shots / demo
- ❖ Does it make the pain go away?



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#### VALUE/SOLUTION

- What does it do and how does it work? Do not get too detailed- Assume technical matters will be validated later.
- Use pictures or diagrams (visual cues) where possible.
- How does it fit within the customer's environment?
- Are you solving a must have need? Is your product or service the solution to a major pain point in your industry? Are you innovative and a market disruptor?
- What proof of concept have you achieved? Prototype?
   Beta?
- Value created. Value communicated. Value delivered.







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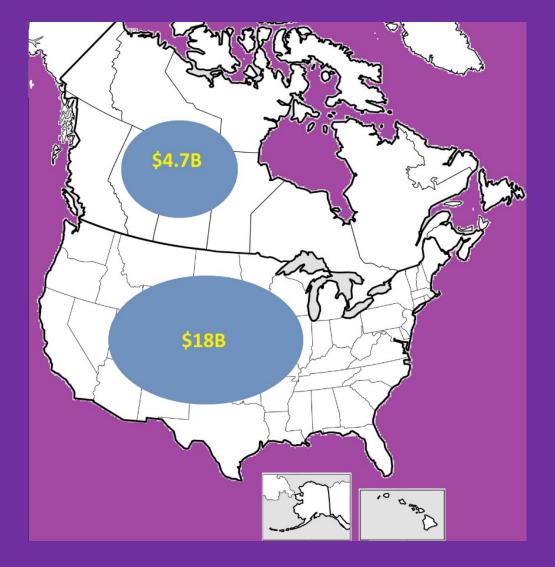
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#### TARGET MARKET

Description of market Size and movement of addressable market

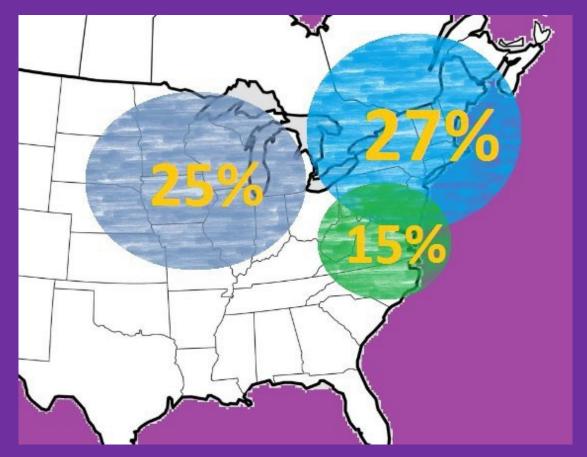




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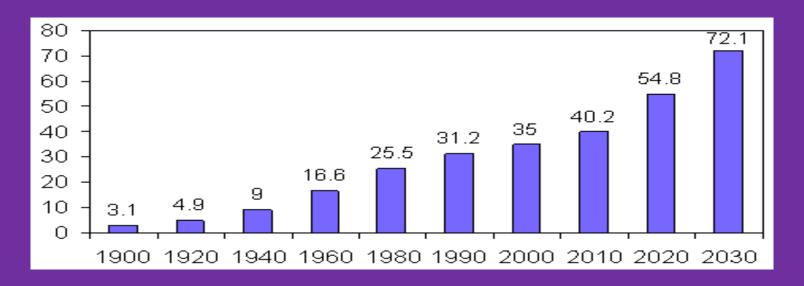
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#### **TARGET MARKET**

- Willing and able buyers that you can reach
- Market Opportunity Analysis. Do the math.
- Consider Initial Target Market: subset of the addressable market for whom the value proposition is truly compelling and obvious at product introduction. "Low hanging fruit."
- Personify your market if you can. The power of buyer personas.
- Start to tie your story together. The Product Market Fit.



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#### **CHANNELS**

CUSTOMER ACQUISITION & CHANNELS: Strategies for Conversion + Delivery.



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### Marketing

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- Facebook

Target Influencers
Guerrilla Marketing
Target Event
Sponsorship



#### **CHANNELS**

- NOTES: How you get your customers and what costs?
- How do you actually deliver solution to customers?
- Awareness. Interest. Desire. Action.
- How do channel partners help create and deliver value?



## Marketing

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#### COMPETITION

COMPETITION: Competitive Quadrant/ Graph

- + Differentiators. Positioning Map.
- NOTES: What's your underlying magic? What are your differentiators • Avoid the "no-competition trap"
- Status quo is a real option for customers. Maybe substitutions as well.
- The competition should be respected. An honorable foe.



## Competition

#### Competition is Fierce

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#### Competitive advantages

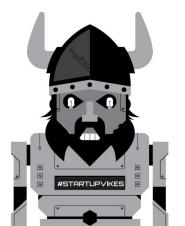
- -(soon-to-be) Patented Design
- -Made in USA quality (85% of competition made in China)
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#### **TEAM**

#### TEAM: Who they are + What they do

- NOTES: Prior successes Exude Balance & Cohesiveness • Compelling snapshots.
- Does the audience want to be member of the team and part of the story. A soft close.





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#### REVENUE

REVENUE MODEL: How do you make money?

- + Basic Projections
- NOTES: Timing and frequency of buying decision and payments • Average \$/purchase? • Example descriptors about types of revenue: Direct Sales, Professional Services, SAAS, Licensing, Data Broker, Subscription, Advertising, Value Added Reseller
- This can be your happy ending. Make it believable one.



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#### **TRANSACTION**

## PROGRESS / TRACTION: Phased timeline + Goals + Description of what has been accomplished thus far

- NOTES: What is your current status? Use accurate words to describe phase of development: "it does" vs. "it will". What does your timeline look like? Can you demonstrate momentum? What have you accomplished recently? What do you plan to focus on next?
- What's the next chapter in the story?



#### HINTS

- Practice makes perfect.
- Intros and hand-offs matter.
- You tell the stories, not your slides.
- Speak in headlines! Add benefits and CTAs.
- Conversational and from the heart.
- Do have command of key details, especially numbers.
- Paint of a verbal picture of your value.
- Build excitement but no surprise endings.
- Get them ready for the next chapter. An act plan.
- Anticipate tough questions.

#### A Good Pitch

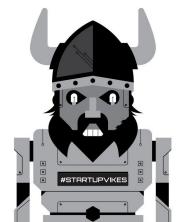
#### Other Tips

- Bring something tangible to the presentation
- Use "shortcut" examples (as long as they're fair) to compare your solution in shorthand, particularly if the idea is very conceptual
  - E.g., "wheelbarrows for snow removal"

#### What to Avoid

Too technical/too much jargon
Too much about yourself
Going off topic
No Poise
Not rehearsed
Think through tough questions





#### Final Pitch Deck

#### Your final pitch deck should include the following:

- 1. Pain Point / Problem
- 2. Value / Solution (MVP)
- 3. Customer and Market Validation
- 4. Competition / Competitive Market Place / Fit
- 5. Revenue Model (cost, price, revenue)
- 6. Your Team / Talent

