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## Digital Innovation and Development INF5850



## **Agenda**

- Learning outcomes
  - Know what digital innovation is
  - Be able to discuss the relevance of digital innovation in a development country setting and for development
- Discuss the following argument:
  - "Digital Innovation is not on the ICT4D agenda <u>it is crucial to get it there from a development perspective</u>"
  - Discuss/challenge/refine this argument 5 short assignments
- Assumptions
  - You are willing to engage in discussions
  - I know something about digital innovation you know something about development

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## What is development?

http://www.dhis2.org http://www.hisp.uio.no **DHIS2:** An open source and web-based software for collection, aggregation and visualization of routine health indicators in developing countries

## **Digital innovation**

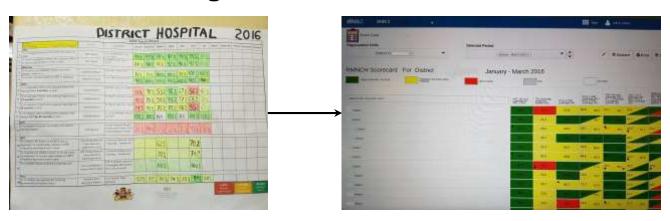
**Example 1: DHIS2 and digitization** 

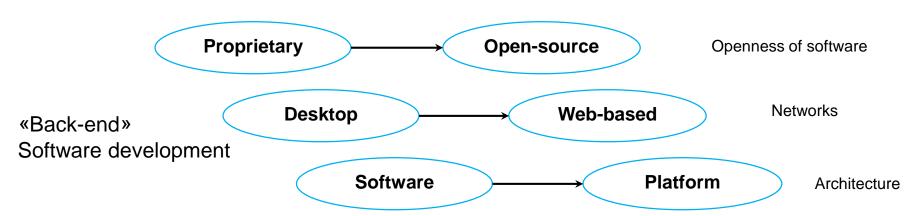
Digitization/digitalization is converting information into a digital format, i.e. bits.



«Front-end» Health system

The "world of digitization"





The "world of digital innovation"



## What Digital Innovation is

Digital

Innovation

Processes

Innovation is distributed among different and different kinds of actors in terms of control and knowledge Opportunities to combine a variety of resources on different levels

Digital technology attributes

Layered and modular software architectures comprised of

- core **components**
- complementary components
- interfaces between these components
- Innovation is based on the ability to mobilize other actors to release the
  potential of platforms, to combine and recombine components, rapidly respond
  to changes in constellations of components and attribute new meanings and
  usages to existing technologies
- Innovation is not a finite, but an ongoing process
- Enabled by the improvements in the price/performance of computers and the emergence of the Internet

3

## **Digital Innovation Processes**

- Require the ability to mobilize other actors to release the potential of platforms
  - Platforms alone are without value
- To combine and recombine components
  - Mix and match, and remix
- Rapidly respond to changes in constellations of components
  - New opportunities
  - New actors
- Attribute new meanings and usages to existing technologies
  - Spot and leverage on the potential in new constellations

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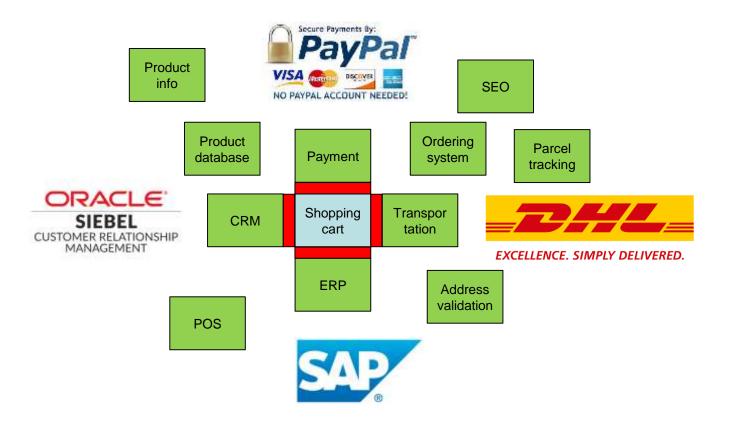
## **Digital innovation**

**Example 2: Webshops** 

How can we relate webshops to digital innovation?

## **Digital innovation**

**Example 2: Webshops** 



"Lift a finger against wrong doing. Become an SMS-activist, send AMNESTY to 2160" «3 actions per month. 6 kroner per actions.»

## **Digital innovation**

**Example 3: Mobile Content Services (CPA)** 



What is needed for this?

"Lift a finger against wrong doing. Become an SMS-activist, send AMNESTY to 2160" «3 actions per month. 6 kroner per actions.»

## **Digital innovation**

**Example 3: Mobile Content Services (CPA)** 

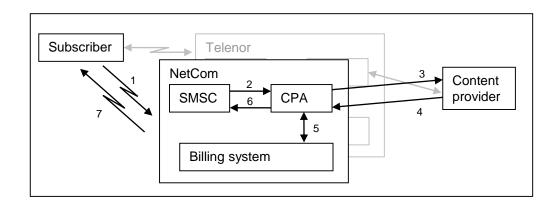


- Mobile phone network (handsets and network)
- Payment solution
- Short number
- Coordination one fee, one short number, one short code

## The CPA platform

**Example 3: Mobile Content Services (CPA)** 

- Platform, standard, business model ...
  - Enabling premium-SMS services
  - Revenue sharing
  - 'Open Garden'



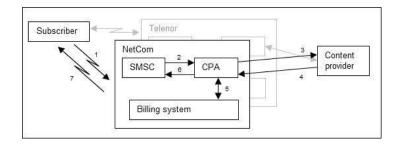
## **CPA: Challenges and Opportunities**

**Example 3: Mobile Content Services (CPA)** 

- Small-scale, bottom-up, flexible, external input, under the radar
- Building on the installed base technology, relationships between people, billing systems

. . .

Representing a new strategy and a lack of strategy

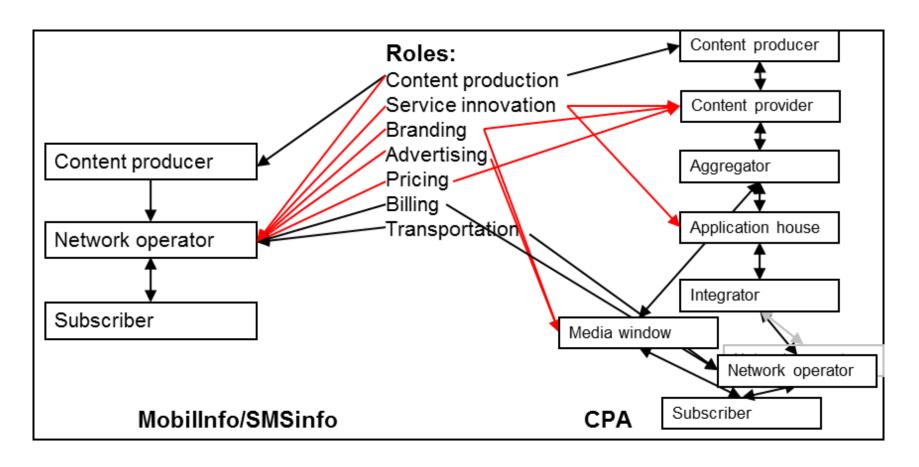


#### Resistance from management:

- No opportunity differentiation
- Potentially brand damaging
- No control
- No business case

### **CPA:** Roles and value network

**Example 3: Mobile Content Services (CPA)** 





## What Digital Innovation is - repetition

Digital

Innovation

Processes

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## **Assignment 1:**

 Find example(s) of digital innovations relevant for developing countries

- In groups of 3 for 10 minutes
- Then plenary

## **Assignment 2:**

- Find example(s) of digital innovation by developing countries
- 10 minutes
- Then plenary

## **Digital Innovation = Development?**

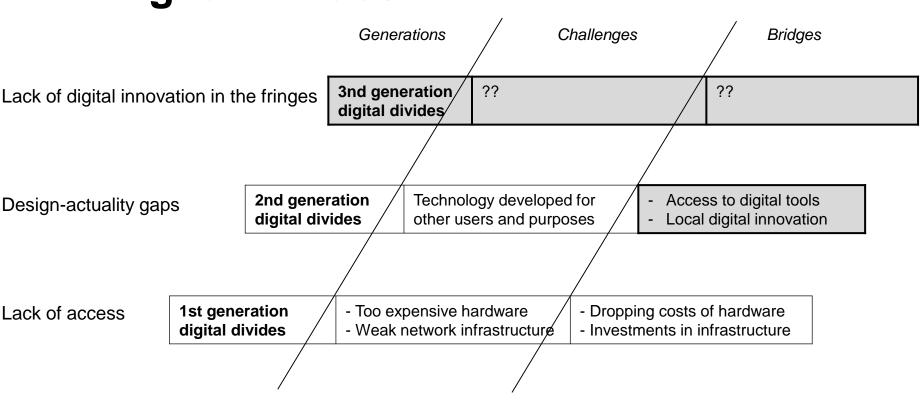
The next digital divide

or

- Offering multiple venues for multiple different actors in developing countries to participate in innovation and bridging 'old' gaps?
- "Half products" "deferred innovation" but who will be doing the other half/part?
- "Digital technology, therefore, has democratized innovation and almost anyone can now participate" who is in the group that can't?



# Digital Innovation and «Generations of Digital Divides»



## **Assignment 3:**

 How can digital innovation be related to development? Challenges and bridges?

 Does it make sense to say: "Participation in digital innovation is development"?

- 10 minutes
- Then plenary

## Digital Innovation in the Fringes of Software Ecosystems

- "... spaces where innovation activities unfolds far away from and thus disconnected from the context where the central software components (typically, a software platform) in the ecosystem are developed. These are contexts where resources and human capacity for digital innovation are scarce"
  - Increasingly connected in terms of high quality and affordable Internet access, but
  - Lack of human capacity lack of people skills, expertise
  - Lack of social relations disconnected from innovation networks and lack of generative social relationships

## **Assignment 4:**

- Does this concept of "fringes" make sense?
- How to "strengthen" the fringes?
- 10 minutes
- Then plenary

## **Assignment 5:**

- "Digital Innovation is not on the ICT4D agenda – <u>it is crucial to get it there from a</u> <u>development perspective</u>"
- Does it make sense?
- 10 minutes
- Then plenary

## A Digital Innovation Research Agenda

Empirical Research on Digital Innovation by Developing Countries	Theorizing Digital Innovation by Developing Countries	Participation in Digital Innovation as Freedom
What is the current role of developing countries in digital innovation?  What does it take for organizations/ individuals in developing countries to participate in digital innovation?  Is digital innovation a democratization of innovation where innovation will be by developing countries – or will developing countries only be users of digital platforms?  Is digital innovation the source of yet another digital divide?	What is digital innovation in developing countries?  Conceptualizations of technology: digital technologies, platforms, ecosystems, generativity, openness etc.  Conceptualizations of digital innovation processes: boundary resources, innovation networks, human capacities needs, politics etc.	Understand relevant roles for developing countries in digital innovation for development, what are barriers for participation; and what is the support needed.  Understanding how participation in digital innovation relates to the freedoms of individuals.

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