## Research Failed Here

When a \$2.3 Billion Product Launch Became a \$847 Million Write-Off





#### GlobalTech Ventures

Blanc

- Fortune 500 consumer electronics company
- Launching smart home device in 12 Asian markets
- \$2.3 billion investment
- 18-month development timeline
- Target: 5 million units in Year 1





## What They Did Wrong

#### Key Mistakes

- Conducted online surveys only (7% response rate)
- Used Western participant panels for Asian markets
- Ignored cultural consultants' warnings
- No in-home product testing
- Assumed one-size-fits-all messaging

340

actual target customers surveyed across 12 countries

## Red Flags Missed



- Focus group participants confused by product purpose
- Translation errors flagged in 4 languages
- Privacy concerns mentioned 63 times in feedback
- 72% said "too complicated" in pre-launch surveys
- Competitor launched similar product that flopped 6 months prior

### The Consequences

#### Launch Results (First 6 Months):

- 380,000 units sold (vs. 2.5M projected)
- 41% return rate
- \$847M inventory write-off
- Stock dropped 23%
- CEO resigned
- Class action lawsuit filed

"We didn't understand our customers. We assumed."

Former CMO





# What Proper Research Would Have Revealed



#### Cultural Insights Missed:

- Privacy laws in 8 markets banned their data collection model
- Product design violated feng shui principles (serious issue in 3 markets)
- Voice assistant didn't understand regional dialects
- Installation required electrician (uncommon in target markets)
- Price point 3x higher than local alternatives



authentic participants would have caught this in week 1



#### How Blanc Research Prevents This

- 6M vetted participants across 25 countries
- Cultural context embedded in every insight
- 85% engagement rate = representative data
- In-market experts who understand local nuances
- Real-time feedback before you invest millions

"We don't just deliver data. We prevent disasters."

Validate before you launch. BlancResearch.com

