

Power of Destructive Innovation and Evolution: Shifts in the Customer Value System

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Abstract

The study contributes to simplifying the idea of innovation and its effect on evolution. That ultimately led to change in the customer value system. "Clayton Christensen, a professor at Harvard Business School", developed the phrase "disruptive innovation". According to Christensen, Disruptive innovation is "a mechanism that occurs when a service or a product refers to a process in basic applications at the bottom of a marketplace and then ruthlessly rises up industry, possibly replacing established rivals." "Disruptive innovation" has been a feature of the corporate sector, especially as technology increases. Mobile phones, for example, started affecting telephone service and telecommunications companies' years ago. Nevertheless, the emerging enterprises are affected by the disrupting innovations, and this sector is increasing and changing at an incredible pace. According to recent research, among the most significant elements influencing consumer value is innovation. Nevertheless, there has been relatively little detailed examination on these topics.

The imminent threat and potential in the "disruption of technology" rests in the change of employee and consumer behaviour, attitudes, and objectives. Businesses experience a conundrum when they spend budgets and resources in conventional technologies and operational approaches (business as normal) vs the unpredictability regarding how those expenditures match well, or do not correspond with industry and behaviour developments.

Keywords: Competitive Strategy, Destructive innovation, Innovation Metrics

Introduction

The present state of the economy is marked by several severe and unforeseen interruptions that upset and violate the norms of the tournament match that enterprises and organisations play the scholarship has also shown a significant value in digitalization. As opined by Roblek et al. (2021), economic instability had led to the emergence of a number of strategy-related techniques in an attempt to stronger comprehend the effects of this type of technology on businesses and sectors. On other hand Kaljonena, (2021), stated that a number of scholars, including have paid particular consideration towards the fluidity of energetic contests and attested that such a movement serves as an unquestionable foundation for the strategic plan to insure the safety and stability of the establishment in this business vegetation. Although most sectors are keenly defined by a vital global behaviour, these twin explorations are significantly intertwined. Often breakthrough inventions are conceived and marketed in competitive environments. Currently know very little about how technological developments related to computation arise and also how they affect both new competitors and established businesses. However, only a small

number of researchers have looked at new technologies in various settings thus far. Those papers have mostly examined how disruption technologies influence both established businesses and new competitors. According to, Petzold et al. (2019), the introduction of new technologies related to competitiveness and their effects on both established businesses and new competitors have gotten less popular. Intelligence and situation activities characterise the development of Disruptive Innovations (DI), whether for the purpose of creating one or reacting to one that has already emerged. Businesses' fates often hinge on the choices they make in response to disruptive advances. Disruptive inventions can have such a profound effect that a previously obscure company might emerge as a market leader, although a previously dominant competitor fades to irrelevance (Palmié et al., 2020). These extraordinary results highlight the importance of learning how information technology and data networks contribute to "disruptive innovation".

In response to numerous recurrent requests, our study presents our understanding of how disruptive technologies develop and have an influence on industry analysis. In order to do this, we firstly create the idea of complete kinetics innovation by fusing the poetry on competitiveness with contemporary findings on creative destruction. This allows us to narrow our attention to the notion's origins and evolution. This paper continues by providing an approach to study on new technologies and the nature of competition after discussing our results in respect to the body of recent scholarship. This work provides a significant addition to the research by expanding understanding on the formation of new technologies around industry analysis and their influence on industries. Academic and management comprehension of the idea and the drivers of radical innovation has greatly benefited by our well-chosen studies of something like the cheese business defined the dynamic capability hypothesis as "A process by which a product or services first festers in basic markets at the bottom of an industry and then ruthlessly goes 'up market,' ultimately replacing established rivals." Introduction of a service or item into a new or unappealing sector is a strategy employed by new competitors to challenge competitors (Petzold et al., 2019). By serving an ill-defined market, an entrant may be able to seize market power and rule the industry. In other instances, newcomers provide goods or services of high quality that capture a new market, but ongoing development by the newcomer or fast-following companies may make it more difficult for long-established to compete and characterise the approach of disruption as "Creating a whole new market using just the launch of a fresh sort of commodity, one that's really worse, initially, as assessed by the productivity measures that mainstream consumers value The invention of cellular telephones in the mid-nineties is one instance. The technological innovation had a subpar output and gave customers just a little amount of access (Allahar, 2017). Over time, the commodity was best expanded by new technologies, which provided a new consumer needs from advances in the products and service. According to Christensen et al. (2018), "Developments that help an item fare better in characteristics that buyers in the existing industry already appreciate". In order to use the preceding example of technological technologies as a point of comparison, the digital revolution took the commodity and created new competition that burst into an outbreak of customer appetite by offering a wide range of business process possibilities.

Discussion

In reality, this study for information in university journals using the "Scopus and Web of Science" research databases has been used. As a result, the word "disrupt" was usually used in conjunction with the word "transform". Companies discovered that this search term was wide enough to allow us to focus

our evaluation of the publications on those that discussed disruption in the context of climate adaptation (Palmié et al., 2020). Due to the emphasis on research that draws from the variety of conceptions of sustainable and processual shifts researches, the more generic terminology such as "renewables," "motion shifts," or "minimal changes" just weren't utilised apart from the abovementioned (Kaljonena, 2021). Nonetheless, it has been found out that all works within in the more general scope of ecological and political and social transformations, not only metaphorical viewpoints in this topic even though interruption was not stated in the names of the publications, by carefully analysing the abstracts and entire papers that came into the search, it was possible to include the works that had a substantial or light concentration on it.

Various Types of Disruptive Innovation

"Professor of Business Administration at Harvard University Clayton Christensen" defines two broad categories of disruptive innovation:

A number of technologies have a hard time gaining traction with the general public at first. When entering an existing market, new entrants face stiff competition from well-established businesses and sometimes struggle to provide a product of sufficient quality to satisfy clients (Roblek et al., 2021). Therefore, low-income consumer groups are frequently the focus of disruptive innovations. These consumers are frequently seen as a lower profit target by more established companies. The new company uses cutting-edge technology to produce a cheaper variant of the "original products", which may be subpar but will appeal to frugal buyers. Once a footing has been established, the new competitor looks to the upper echelons of the market in an effort to boost profitability by catering to the more discerning clientele.

According to Palmié et al. (2020), the second type of market disruption is known as "emerging market disruption," and then it occurs whenever an innovative company enters an existing market and attracts consumers who have never bought products like the one they're selling. The disruptive firm establishes a "new market" by making its products more widely available at a lower price.

Systems that cause disruption

Studies of Christensen, along with other research such as Reinhardt and Gurtner (2015) on the characteristics of early adopters of disruptive products, has provided some useful insights into digital disruption and breakthroughs. On the other hand, Roblek et al. (2021), a restrictive definition of disruption is a specialised hypothesis that denies the legitimacy of a broader approach. Furthermore, it eliminates the crucial empirical question of whether this evolution path is still most likely to uproot current sector segments, business organisations, or societal systems. According to Aghion et al. (2021), the empirical foundation of the hypothesis has not been thoroughly verified. "Hu and Yang (2010)" conducts a literature review on alternate disruptive mechanisms, revealing a more complex picture than the proposal by Christensen. According to Reagan (2015), when it comes to the digital revolution, value must be viewed from multiple perspectives. Investigate the many modes of disrupting in China, concluding that seen that "implementation of new or rather unusual Innovation procedures did like to help the realisation of varying sorts of technological technology".

Resulting in "productive and beneficial value" digitalization, when as a research firm, Gartner continues to popularise this approach, publishing annual surveys with its assessment of emerging technologies. The underlying quantitative questions addressed by several documents in this special issue are not

answered: which technologies actually lead to significant disruptive innovation, what are the modes of disruption and what determines the rate of diffusion of these inventions (Roblek et al., 2021).

"Christensen's" pioneering work, beginning with *The Innovator's Challenge*, has served as the reference point again for most debates of "disruptive innovation" (Palmié et al., 2020). It is obvious from the descriptions given that Christensen defined a distinct type of interruption. According to Christensen et al. (2018), Disruptive innovations "build a totally new industry through the launch of a novel kind of item or service, through different technologies. Additionally the quality of the product assessed by the evolution of the products and by the customer's demand. In comparison, "sustainable breakthroughs are improvements that improve the performance of a commodity or services in characteristics that consumers in global markets generally value". There are various issues with these classifications. Another is that they are inclined to mix technology and innovation, however this divide was improved in Christensen's future views also see for a history of Christensen's theory's progression). Another issue is the notion that marketplaces are only affected by poor goods in the first place. This may be due to two reasons (i) whether disruptive is strictly specified as a "thinking thing that begins in reduced or emerging businesses and gradually improves in grade, or (ii) that such an evolutionary path is objectively the method in which current markets are disrupted. Christensen, "Raynor" and "McDonald" argue mostly for the latter, but still believe "Uber" to be a "by definition" disruptive innovator, but it may be in the limousines industry.

According to Granstrand & Holgersson, (2020), unless one is willing to believe by default that innovation has only one evolution path. Christensen's "disruption hypothesis" is restricting instead of characterising beyond a set point. It even says anything about the societal consequences of disruptive innovation or the business model innovations that may cause disruption. Markides advocated for a more comprehensive theory of disruptive innovation and gave an assessment that paves the way for a more broad methodology (Tadao Kawamoto & Giovinazzo Spers, 2019). He distinguished between business practices and new products. He distinguishes between marketing strategies and technology breakthroughs, noting that the earlier may well not absolutely prevail over the entire industry, while latest and old systems, such as online and branch banks, may survive. In particular, he properly emphasises.

Based on this latter understanding, an innovative company strategy is itself revolutionary (Wörle, 2021). This might be the paradigm of new energy companies, or business models for the sharing economy. This could destabilise systems by modifying how value from products and services is captured and delivered, thereby affecting the interaction among employers and consumers. Drawing reference to the various forms of evaluation associated with niche breakthroughs in order to comprehend how these enable market position in various contexts. Granstrand & Holgersson, (2020), demonstrated how to varying degrees, the emergence of methane marketplaces in Finnish has disturbed the power and agriculture systems. Governance, politics, and political bodies are being disrupted in many publications, legislation, policy, and formal institutions were linked to disruptions (Allahar, 2017). These were often regarded as being either dynamic capability engines or as prospective sources of upheaval by increasing access or driving reform. Furthermore, certain links to reform were developed through institutional work. Disruptive of existing policies as a perception – was still not emphasised, despite the fact that it may be required from the standpoint of changes (Chemma, 2021).

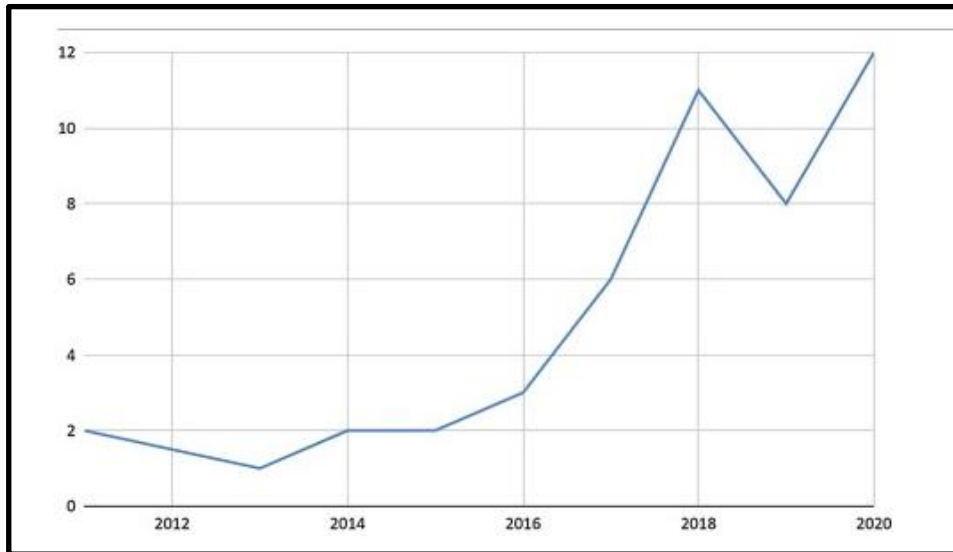


Figure 2: “The decades in which the methodical articles were published”

(Source: Chemma, 2021)

Power of Disruptive innovation

It is frequently believed that "disruptive innovation" is what is driving the current economic recovery. Those charged with keeping the peace have the onerous task of sorting out the good disruptors from the bad ones.

Changes in customer expectations

In 1990, a client would have been blown away by the convenience of a pre-addressed, pre-stamped, envelope for paying their bills, but in 2021, they would anticipate something far more sophisticated (Sheth, 2019). With established existing customers, competitors have had an edge in terms of direct input; yet, relying too much on this survey pool might backfire spectacularly if strategy development is crafted primarily based on immediate feedback (Aghion et al., 2021). Typical consumers nearly always view disruptive developments negatively at first. According to Yang et al. (2022), entrepreneurs frequently play a pivotal role in shaping expectations of customers in the face of rapid technological and marketplace shifts.

Incumbents should employ a hypothesis-driven strategy to expose unmet client demands beyond popular consensus in order to provide a more contemporary and rewarding customer experience, rather than finding new techniques to suit existing wants.

Risk in company culture

The structure of large companies is optimised for carrying out the status quo. Incentives are set up to encourage certain outcomes, and expenditures are given appropriately. According to Yang et al. (2022), since innovation seldom yields immediate win results, and "[big firms typically] prioritise near-term outcomes too strongly at the price of longer-term chances forgoing worthwhile investment initiatives," this presents a barrier to cultivating a truly inventive attitude throughout all the various departments of an organisation.

Comfort with uncertainty, risk tolerance, and the importance placed on learning all serve as indicators of an organisation's capacity to foster an innovative mentality. The extremely defensive, risk-averse mindset of big businesses is not conducive to nurturing a culture of creativity like that (Chemma, 2021). Large companies' bias toward "short-term financial results" works against the development of an environment where employees are willing to take risks on projects with uncertain outcomes.

To effectively fight disruption, a company needs to acquire new skills, which in turn demands the correct institutional culture and incentives to combine the best outcome with the agility of a start-up.

Conclusion

The concept of disruptive is used in different methods in fluctuates analyses, usually with no clear connotation. Therefore, the goal of this study was to examine the various ways in which the idea of disruptive is used in academia, to demonstrate the format's inter across digital change, and to develop a new meaning for subsequent attempts to enhance its coherence. A subjective systematic assessment in Scopus and Google Scholar showed some non-technical characteristics of disturbance in total. Whereas economies, rules, and players are among most widely cited quasi issues associated with disruption, we discovered that an essential overlooked component is interruption in the setting of behaviour, traditions, and society. The results supported the notion that the various components are interconnected as transformation evolves and disruptive occurs. Much investigation is needed to gain a better grasp of how important technical or quasi transformation is in disruption.

Researchers contend that interruption as a paradigm has significance since the growing immediacy of changes necessitates priority to interruption, but it also comes with complications and harmful acts that must be considered while handling changes. Working for a more cohesive and complete description of interruption helps to expose the design's ongoing political significance and importance, as well as prepare for its differing implications. As a result, we presented an expanded definition of disruptive in the framework of social and technical transformations, suggesting a significant amplitude of impact on the network that impacts more than one system's characteristics, either slowly or quickly. Disruptive shifts focus on institutional arrangements, characters and governance formats, marketplaces and designs, and behaviour and behaviours in addition to or in place of digitization.

CONFLICT OF INTEREST

The authors declare that they have no conflict of interests.

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