



## C A S E S T U D Y :

# A V O I D C O S T O F M A R G I N A L P R O D U C T S

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*“Line of Sight Group and the team do great, fast work. They are reliable, thorough and very easy to work with. We threw a lot at the team these past six months and each deliverable met or exceeded our expectations.”*

**Senior Vice President, Marketing and Product Development**

### Situation:

As part of its growth strategy, a national educational institution was evaluating a number of potential new course offerings at the Master’s and PhD levels in its school of health sciences. It had identified a specific opportunity that seemed promising but needed to verify their premise and better understand the size of the opportunity, demand trends, and the opportunities to pursue a differentiation strategy.

### Solution:

Line of Sight Group (LoSG) designed an analysis to evaluate macro trends and gain insight from key industry leaders, human resources experts, career professionals and potential students. We also evaluated current offerings in the market including positioning, price and curricula. The findings revealed a different picture than what had been initially imagined. While market demand for the skills and role was increasing as expected, both hiring managers and professionals expected skills to be acquired through different educational and work experiences (i.e., strong substitutes). Moreover, competitive analysis revealed that existing programs were struggling.

### Benefit:

While the project champion was disappointed, she and the other senior committee leaders understood that the findings made for an easy decision to discontinue development efforts. The Senior VP in charge of the committee stated, “We have many priorities, and this helps us focus in other areas.” Executives estimated that the cost of developing a program and then having it fail would be “in the hundreds of thousands” when considering the cost of staffing, content, marketing, and other costs. Further, the committee estimated the ROI on the research project at “conservatively” in the area of between 10 and 20 to 1.

