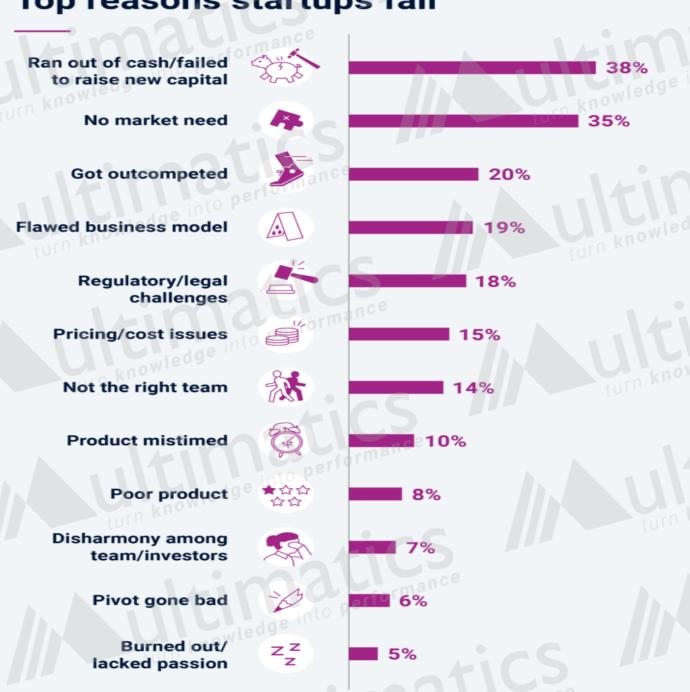


110+ Startups

Top reasons startups fail



timatics



01 Ran Out Of Cash

Cause

No more cash left

Failed to raise new capital

Solution

Prudent use of funds

Bootstrap

Co-founders vs employees

Product-Market fit?







02 Product Market Fit

Cause

No Market Need

Solution

How useful?

How badly needed?

How well does it solve the problem?

How many need to use it?

Too many similar alternatives?







03 Outcompeted

Cause

Outcompeted

Solution

Awareness & Branding?

USP?

Unfair Advantage?

Faster?

Better?

Cheaper?







04 Flawed Business Model

Cause

Problem not painful enough?

Not monetizable?

Solution

"Benefit Ceiling" too low





05 Regulatory/Legal Challenge

Cause

Costs money

How to pass requirements

Solution

May need funding

Use of consultants

Becomes a Defensive Moat

Enter from the side







06 Pricing/Cost Issues

Cause

Predatory Pricing Prohibitive costs

Solution

USP

Partnership

Multimatics



07 Not The Right Team

Cause

Chemistry

Skill gap

Lack of drive ("Why")

Solution

Culture

Mindset

Collaborative team

Upskilling

Commitment, grit, perseverance







08 Product Mistimed

Cause

Tech not ready (eg mobile)

Market not ready

Solution

Go back to basics

///ultimatics



09 Poor Product

Cause

Product not ready

Solution

Design Thinking

B2B premature vs B2C ready

Multimatics



10 Disharmony: team/investors

Cause

Internal fights
Lack Investors' support

Solution

Founder chemistry

Investors: thicker than spouse!





11 Wrong Pivot

Cause

Pivot costs more time & money Lack of additional funding

Solution

Validate effect of Pivot Get investors' support





12 Burned Out / Lack Passion

Cause

Dead end

"Not worth it" anymore

Wrong Cause

Solution

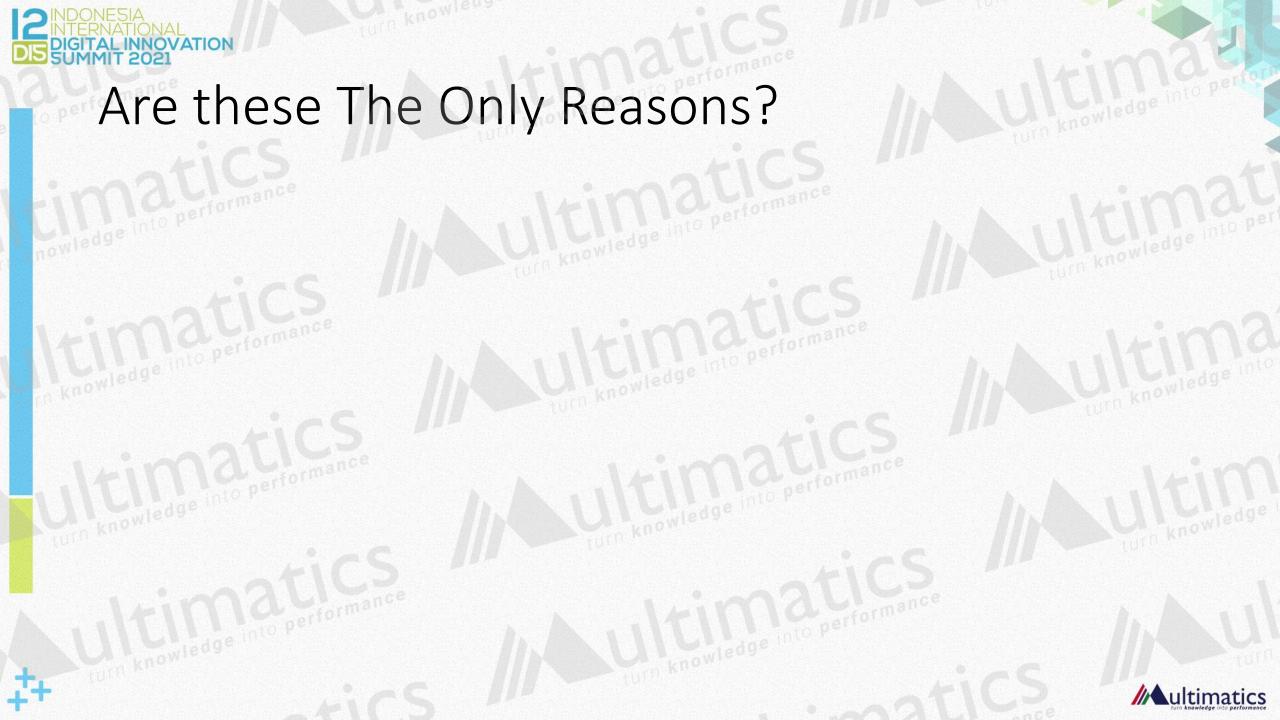
Re visit your WHY

Go/no-Go criteria

Sometimes just have to cut loss









What Factors For Startup Success?

- Criteria of Success?
 - How big a user base?
 - Product frequently used?
 - Solves a "painful problem"?
 - Customer Delight?
 - Revenue?
 - Profitability?
 - Valuation?
 - SDG?







How You Can Apply This?

- There is no Magic Formula / 1 guaranteed approach
 - They fail, but you CAN succeed
 - They succeed, but you have a different condition!
 - · Whats changed: Tech, market, target segment,
- Be Productively Paranoid:
 - Cannot be Complacent
 - Continue to learn and adapt
- Vision without Good Execution = just a dream
- Monetization = a must
 - "Having Money" = solves problems that "Not Having Money" causes





