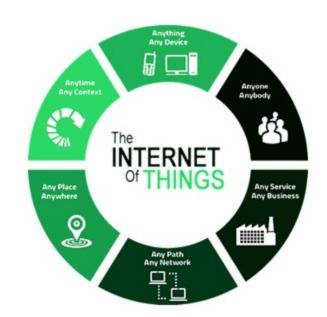
### Webinar on

How to rapid design and manufacture Electronics for your product - A guide to hobbyists and startups

#### By: ABHAY S BHARADWAJ

Sr. Embedded Engineer | Fasal Wolkus Technology Solutions Pvt Ltd





http://fasal.co



# Hardware Business Models

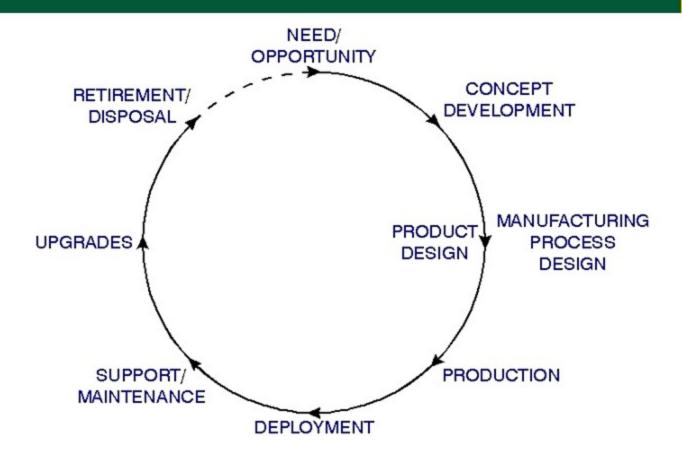
#### 1. Hardware-as-a-Service

- Break-even device sales
- Recurring fee software license or service
  - Per-month / annual / per kb / per liter, etc.

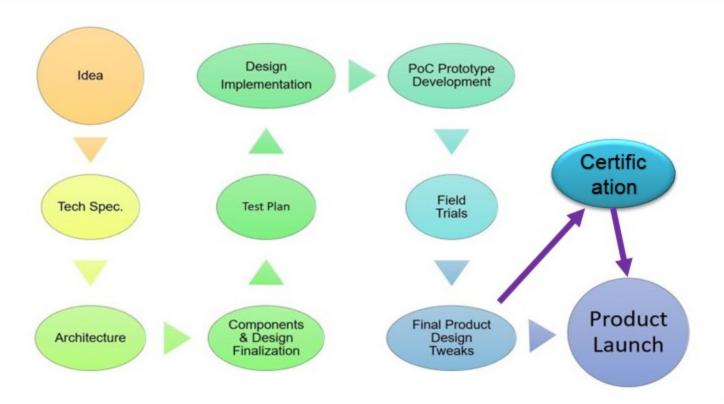
#### 2. Hardware-enabled Services

- High margins hardware sales 3x Ex-Factory
- Freemium or low cost recurring charges
- Eg: consumer products

## The Hardware Life Cycle



# Stages an embedded system development process



# The Four Phases Of Hardware Development Process



# Typical Timeline

New design From concept to production (500 units)

Slow & Steady Approach: 12 to 14 months

Rapid Iterations: 6 to 8 months

### The Team. Who's in? Who's not?

#### But Who Do You Hire? There's So Much to Do!



Prototyping



D



Patents



Plastics





Firmware







Retail

Logistics

# The Hardware Start-up Team (Ideal)

#### Product Manager

- In charge of team members
- end-to-end ops.

#### Hardware Design Engineer

- Incharge of circuit design
- Responsible for the functionality of end product
- Incharge of board bring up and debug issues
- Incharge of component library

### PCB Layout Engineer

- Incharge of PCB Design
- Incharge of signal integrity, EMC/EMI, Thermal

# The Hardware Start-up Team (Ideal)

#### 4. QA / Test Engineer & Technicians

- Incharge of performing Testing, EMC/EMI Validation
- Write instruction manuals for assembly, Work with EMS vendors and fabricators
- Create test and validation plans / methodologies
- Component procurement / QC of components

### Industrial Designer & Mechanical Engineer

- Product Design, Packaging
- Product fabrication, testing, validation

#### 6. Firmware Engineer

- Incharge of giving life to the inanimate circuit
- Develop and test software for hardware (firmware)
- System performance and validation

# The Team (In Reality)

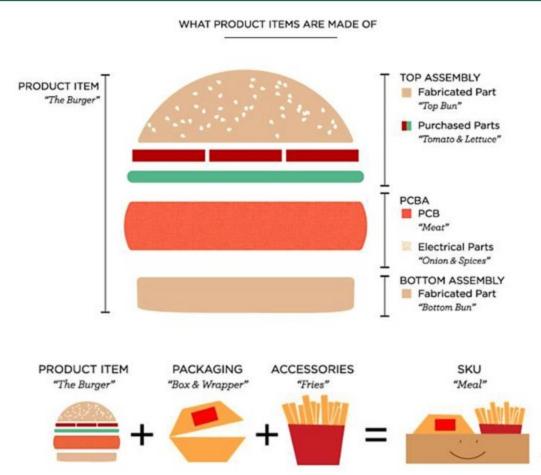
- (Co)Founder(s)
  - In charge of team members
  - end-to-end ops.
- Device Design Engineer
  - Hardware Design Engineer
  - PCB Layout Engineer
  - \*Firmware Engineer\*
- QA, Supply chain & Logistics
- 4. Product Design Engineer \*

<sup>\* =</sup> external design firms

# Rapid Product Design

- Design community >> Arduino, Mbed, etc.
- 2. OSH Designs >> Quick design and development
- Electronic Design Softwares
  - Ki-Cad Free, Community
  - EasyEDA Free, Online
  - Autodesk Eagle Paid, Affordable, Mechanical Integration
- BOM Optimization and DFM
  - Common value components (Res>> 10K Vs 10K and 12K)
  - Availability of components (Lead times, alternative parts)
  - PCB Layer stack-up (2 Vs 4 and above)
  - Component placement (single side vs double side)

# BOM is more than parts (only)



# Challenges of a HW IoT Start-up

- Cost of goods >> much higher (when compared to SW)
- Development time >> longer
- 3. Iterations >> harder
- Manufacturing must be done
- 5. Distribution channels >> expensive
- 6. Teams need more experience
- Cash flow is constrained
- 8. AND you still have to build a software product

# Things are not so bleak!

- Data access ubiquity
- Contract manufacturing
- Multi-function SoCs (system on a chip)
- Falling component costs
- Access to early-stage capital
- Distribution channels opening up

# No, You Can't Manufacture Like Apple. Period!

- Startups can't do things the same way big companies do. And that's a good thing.
- 2. Apple is an exception to nearly every rule.
  - CNC machine a million MacBook bodies >> They bought 10k CNC machines.
  - Only one company made a machine that could drill 20 µm holes in aluminum >> They bought the company

# Supply Chain. It's not that simple!

#### WHAT MOST STARTUPS THINK SUPPLY CHAIN IS:



#### WHAT SUPPLY CHAIN ACTUALLY IS:



## Mistakes that Kill Hardware Startups

- Over-engineering Kills you!
- User Expectations >> over-promising and underdelivering
- Treating contract manufacturers like service providers
   They are as important as VC's!
- 4. Not having a handle on cashflow
- Spending crowdfunding dollars on product development
- Not allocating enough money for marketing

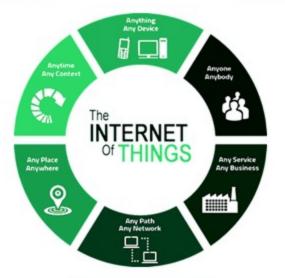
# Lower User Expectations!

over-promising and under-delivering >> Brand RIP!

The dirty secret of exceeding user expectations is lowering them in the first place.









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# Any Questions? Thank You



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