# LEAFY GREEN MACHINE **BUSINESS FEASIBILITY EVALUATION**

















Is it economically viable for Hannaford to deploy and scale Freight Farms' LEAFY GREEN MACHINE?



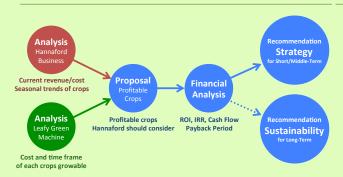
## **APPROACH**

### Year-round growing Vertical farming

**Freight Farms** 

**Leafy Green Machine** 

# FRAMEWORK & TOOL







**SOI Evaluation Framework** 



#### RECOMMENDATION

Financial Analysis for Leaf Green Machine (LGM) Strategy

**SOI Evaluation Framework for Hydroponics Case** 



Dimension	Aspects	Operational Checkpoints	Hydroponics SOI's Readiness Assessment
1. ALIGNMENT Alignment of Hydroponics with Hannaford overall Business	Materiality of Challenge	Magnitude	Unclear
		Urgency	High
		'Place' in System	Unclear
	Alignment with Business Goals & Capacities	Technical	High
		Financial	Partially done
		Network	Unclear
2. SUITABILITY  2. SUITABILITY  Potential for Adoption of Hydroponics by technical feasibility and customer desirability	Technical Viability	Prototyping & Testing	Phase 1 Pilot Done
		PMM System	Phase 2 Tracking schedule and criteria need be planned
		Technical/IP Basis	Phase 1 Done
	Customer Fit	<b>Customer Development</b>	Phase 2
		Customer Acceptance	Qualitative/Quantitative customer research needs to be done
3. SCALABILITY Potential for Diffusion of Hydroponics across 100% Hannaford stores	Business & Organizational Model	Willingness-to-Pay	Phase 2 Various scenarios need to be worked out
		Production & Logistics	
		Marketing & Sales	
		After Sales	
	Institutional & Infrastructure Requirement	Legal Regulatory	Phase 2 Might have Legal and Regulatory Issues outside the firm's boundary
		Financial	
		Physical	
	Management Capability	Expertise & Experience	Phase 2
		Roles & Responsibilities	New Expertise, Roles and Capabilities will be required
		'Effectual' Qualities	
SUSTAINABILITY     Potential for Systemic Impact of     the Hydroponic initiative on     various subsystems	Impacts on Subsystem & System	Economic	Phase 3  Hannaford needs to comprehensively study the impact of Hydroponic on work system and all key stakeholders
		Environmental	
		Social	
	Impacts on Need Fulfillment & System	Usage System	
		Culture	
	Governance	Team	
		Stakeholders	
		Ethic & Integrity	

