WHY SOME COMPANIES BUILD MOMENTUM ... AND OTHERS DON'T

TURNING THE FLYWHEEL

A Monograph to Accompany Good to Great

JIM COLLINS



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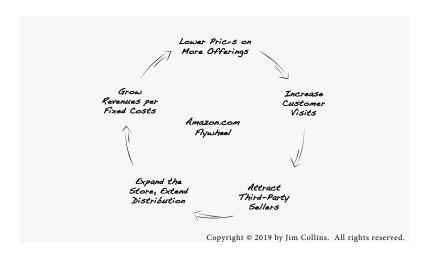
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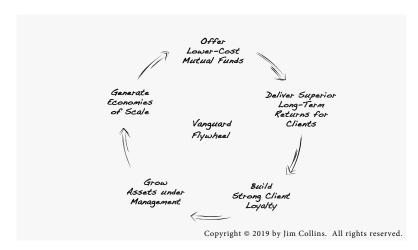
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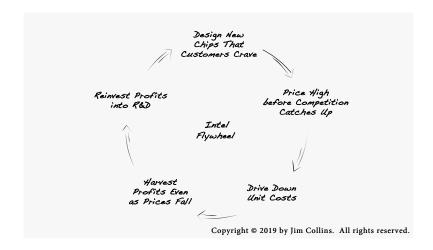
Library of Congress Cataloging-in-Publication Data has been applied

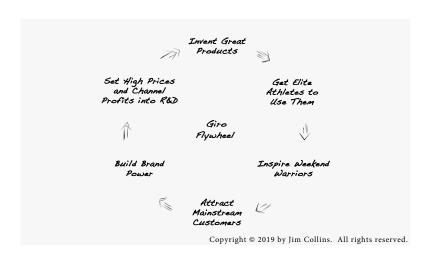
for. ISBN 978-0-06-293379-9

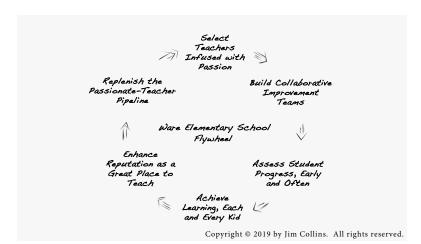
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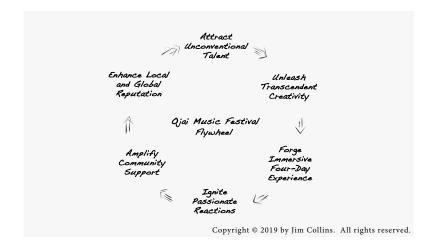


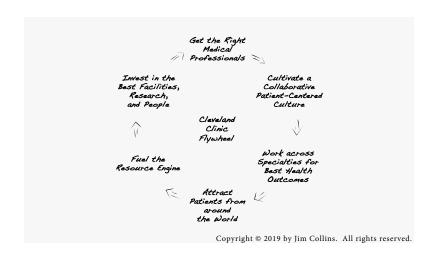










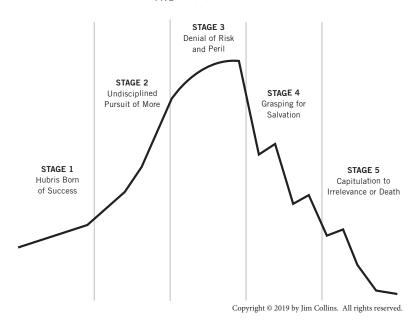


Flywheel Extensions from Corporate History

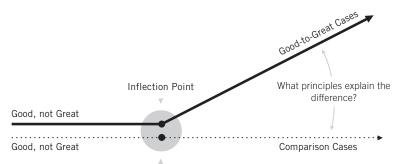
Try wheel Extensions from Corporate History		
COMPANY	FIRST ARENA OF FLYWHEEL SUCCESS	NEXT BIG EXTENSION OF THE FLYWHEEL
3M	Abrasives (e.g., sandpaper)	Adhesives (e.g., Scotch Tape)
Amazon	Internet-enabled retail for consumers	Cloud-enabled web services for enterprises
Amgen	Therapeutics for low-blood-cell conditions	Therapeutics for inflammation and cancer
Apple	Personal computers	Smart handhelds (iPod, iPhone, iPad)
Boeing	Military aircraft	Commercial jetliners
IBM	Accounting tabulating machines	Computers
Intel	Memory chips	Microprocessors
Johnson & Johnson	Medical and surgical products	Consumer health-care products
Kroger	Small-scale grocery stores	Large-scale superstores
Marriott	Restaurants	Hotels
Merck	Chemicals	Pharmaceuticals
Microsoft	Computer languages	Operating systems and applications
Nordstrom	Shoe stores	Department stores
Nucor	Steel joists	Manufactured steel
Progressive	Non-standard (high-risk) car insurance	Standard car insurance
Southwest Airlines	Low-cost intrastate airline (Texas only)	Low-cost interstate airline (coast to coast)
Stryker	Hospital beds	Surgical products
Walt Disney	Animated films	Theme parks

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FIVE STAGES OF DECLINE



The Good-to-Great Matched Pair Research Method



Matched-Pair Selection (Comparable cases at the moment of inflection)

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