### The Art & Science of Luxury



#### **Etymology of Luxury**

Derived from the Latin '*luxuria*,' meaning *extravagant* or *excessive*.

- Ancient Romans used it to describe *sinfulness*.
- Norman French used it to convey *lust*.



By the 20th century, it became associated with objects exhibiting *elegance* and *sumptuousness*.







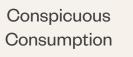






## The Evolution of Luxury

THEORY OF THE LEISURE CLASS - THORSTEIN VEBLEN -(1800's)



Rise of the Leisure Class

From True Luxury to Aspirational Luxury

**Global Harmonization** 

Rapid expansion of industrialization

THE GILDED AGE

(Early 1900's)



Court of Versailles

**ROYAL BIRTHRIGHT &** NATION BUILDING (1700's)

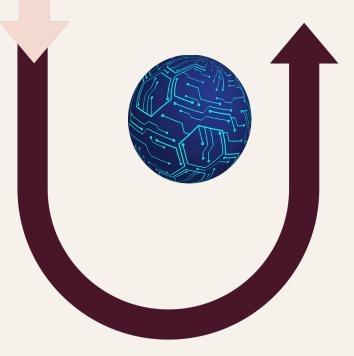
**DEMOCRATIZATION & GLOBALIZATION** (Late 1900's)

**Rise of China** 

Speed of Trends

Accelerated Sales, Production & distribution Cycles

Storytelling vs. Heritage & Craft



**DIGITIZATION &** MASSIFICATION 2000's

## Original Tenets Of Luxury

#### I. Hard to Make

Complex & Expensive

III. Lasts Forever

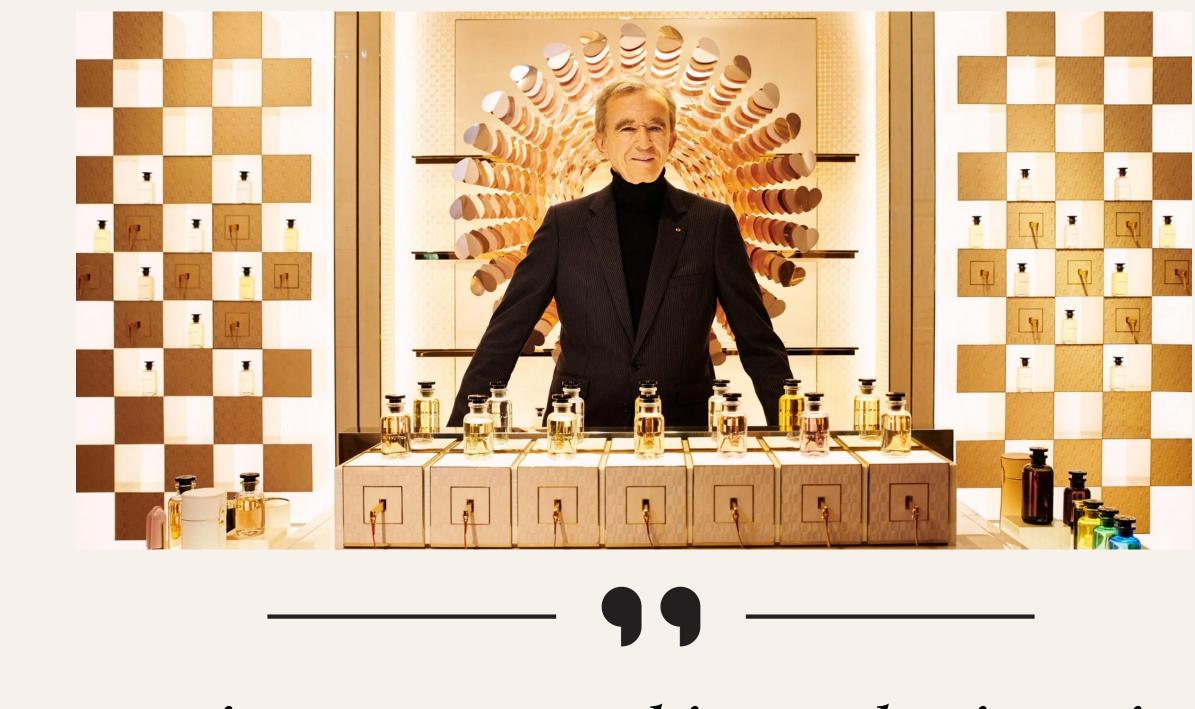
Timeless

II. Hard to Find

Scarce & Exclusive



### What Is Luxury Today?



The most important word in our business is desire.





• Steven Reiss, Who am I?



### We don't desire more stuff.

#### What we desire is to feel more alive.

### We desire caring and kindness.

Luxury brands support the wellbeing of ourselves, our communities, and our planet.

### We desire community & belonging.

Luxury brands forge deep & meaningful connections.

## We desire adventure.

Luxury brands stimulate our curiosity & fuel our imagination.

# We desire joy.

Luxury brands create spaces to play & reasons to laugh.

Tapping Into Desire RequiresAesthetic Intelligence

## What is Aesthetics?

The word aesthetics is derived from the Greek  $\alpha \delta \sigma \theta \eta \tau \delta \kappa \delta \zeta$ , meaning sensitive, sentient and pertaining to  $\alpha \delta \sigma \theta \eta \sigma \delta \zeta$ , or sensation. It is the pleasure derived from perceiving an object or experience through the senses.

Aesthetic businesses draw on and appeal to *all five senses* They sell products or services that are a pleasure to buy and consume. They typically are founded and run by those with exceptional Aesthetic Intelligence, or, what we call, "the other A.I." Aesthetic Intelligence is the ability to decipher, interpret and articulate feelings elicited by an object or experience.

# It is, in a word, *taste*.

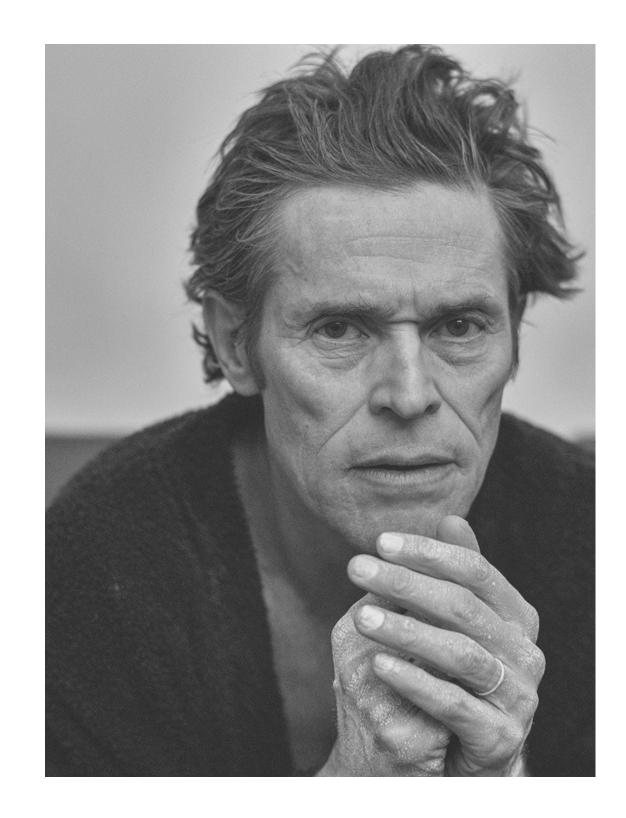


#### Aesthetic experiences are immersive and multi-sensorial. (They transcend visual elegance.)

#### Aesthetics transcends beauty.

#### ("Jolie Laide")





#### Aesthetic brands evoke deep desires.

Company	Brand Positioning	Core Desire on ddd
Ferrari	Push the boundaries of innovation & style	Achievement
Hermes	Reconnect me to my humanity & ingenuity	Exquisiteness
Moncler	Embrace the natural elements	Conquest
Chanel	Progress through creativity	Daring
Rolex	Support human achievement	Excellence
Porsche	Empower me with speed & virility	Fearlessness
Louis Vuitton	Enrich my life with exotic adventures	Worldliness

## Delivering Desire Entails Appealing to Each of Our 2 Selves

#### Experiencing Self

- Responds to Sensations & Emotions
- Driven by Instinct
- Experienced in the Present
- Rooted in the Right Hemisphere

#### Narrating Self

- Stimulated by Thoughts & Ideas
- Driven by Identity and Stories
- Experienced in the Imagination
- Rooted in the Left Hemisphere

#### How can Aesthetic Intelligence be used to build your own brand?





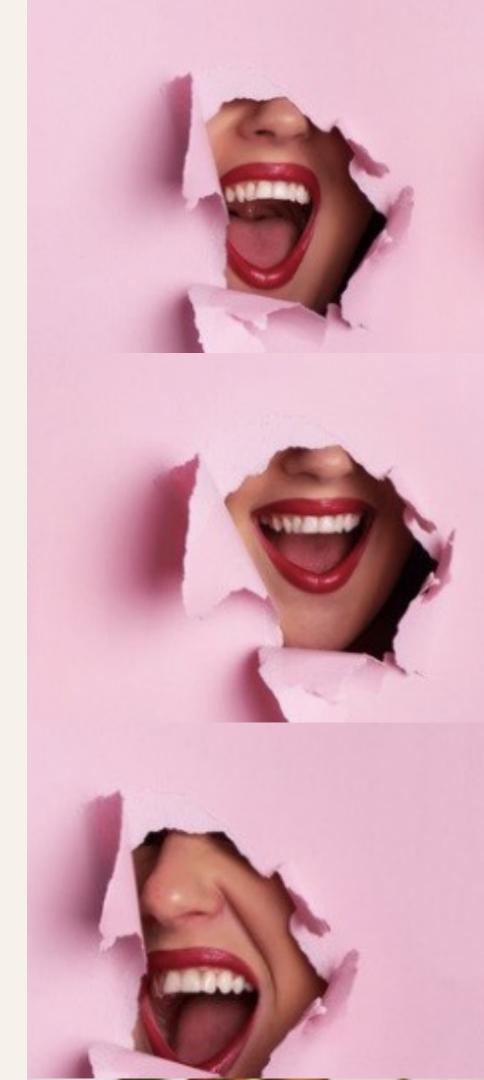
# A few closing thoughts...

#### 1. Luxury is built on Desire

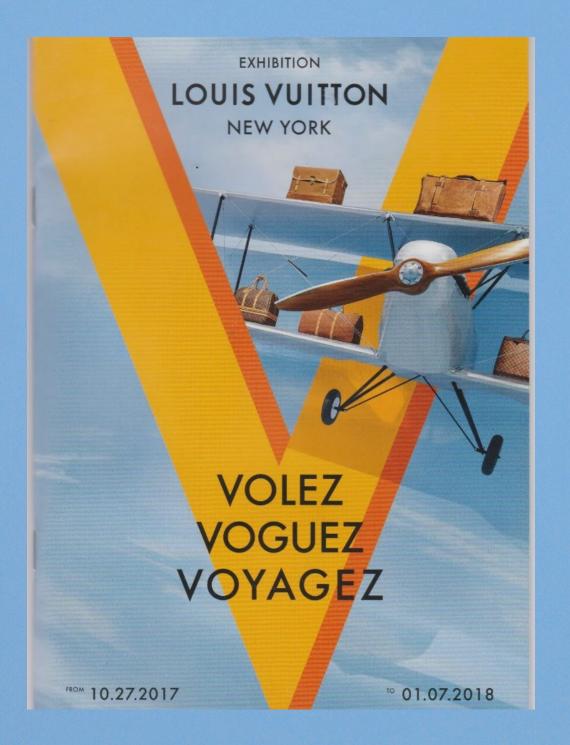
Don't Just Meet Your Customers' Needs; Tap Into their Dreams & Desires

# 90%

of purchase decisions are driven by feelings, not analysis.



#### 2. Inspire them with stories that are original and compelling





# 3. Create experiences that are memorable, immersive and sensorial.



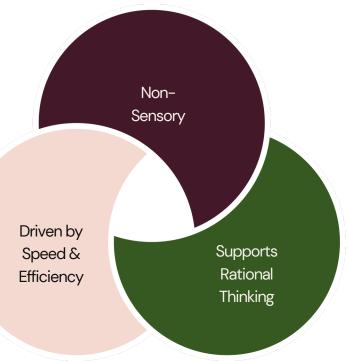
#### 4. Reconsider your KPIs.

Shift from return-on-investment (RoI) to return-on-pleasure (RoP).

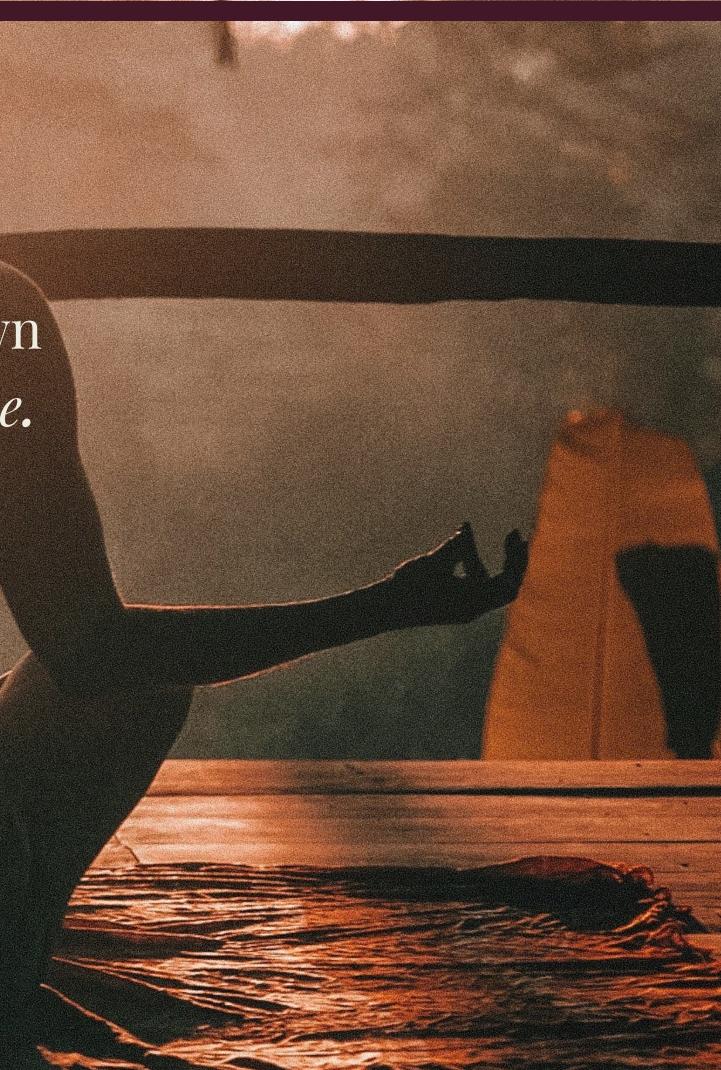
#### METRICS OF DELIGHT

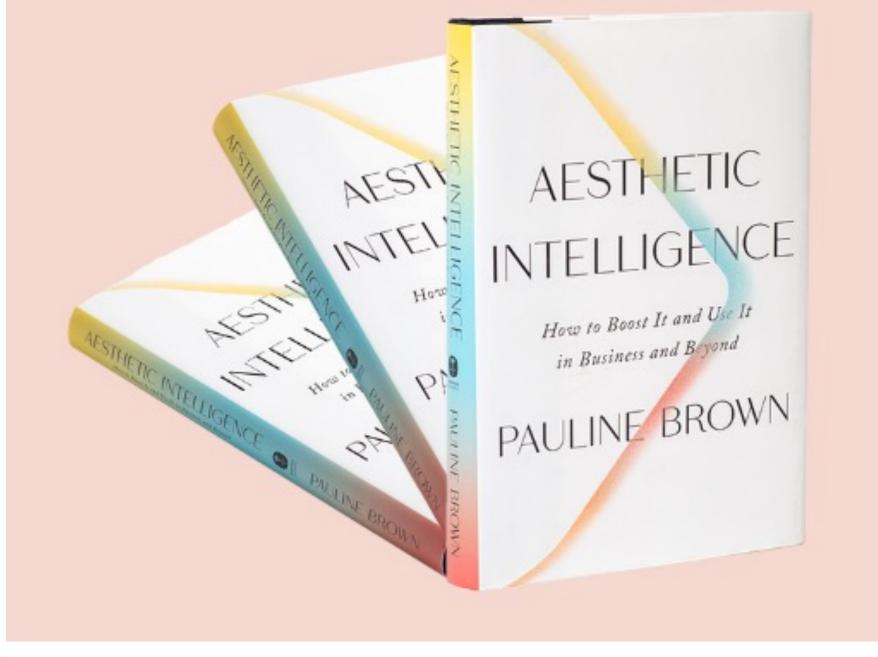
#### 5. Balance commercial objectives with aesthetic ones





#### 6. Invest in your own *Aesthetic Intelligence*.









The Other A.I. with Pauline Brown

#### Aesthētic Intelligence

