

Sierra On-Line

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Overview

- Quick Sierra History
- Ken's Rules for Game Development
- Sierra Today

Sierra Overview

- Founded in 1979
 - With Roberta
 - Ran for 20 years
- Initial focus Apple II
- Shifted in 1983 to PC
- Dominated PC entertainment (computers, NOT video games)
- When company sold in 1996 (I left in 1998)
 - 1,000 employees

Products

<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">Adventure</div> <ul style="list-style-type: none"> • Police Quest • Kings Quest • Leisure-Suit Larry • Gabriel Knight • Quest for Glory • Phantasmagoria 	<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">Simulation</div> <ul style="list-style-type: none"> • Red Baron • Aces in the Pacific • Aces of the Deep • Pro Pilot 	<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">Home</div> <ul style="list-style-type: none"> • Print Artist • Master Cook • 3d Landscape Design • Hoyles • You Don't Know Jack
<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">Action</div> <ul style="list-style-type: none"> • Half-Life • Homeworld • 3D Ultra Pinball • Frogger • Earthseige 	<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">FRP/Strategy</div> <ul style="list-style-type: none"> • SWAT • Caesar • Lords of Magic • Lords of the Realm • Civil War 	<div style="background-color: #000080; color: white; padding: 2px; margin-bottom: 5px;">Sports</div> <ul style="list-style-type: none"> • Nascar • Front Page Sports <ul style="list-style-type: none"> – Baseball – Football • Trophy Bass

Divisions

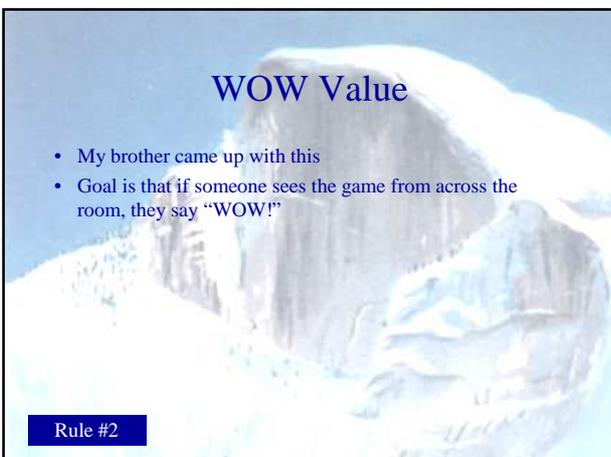
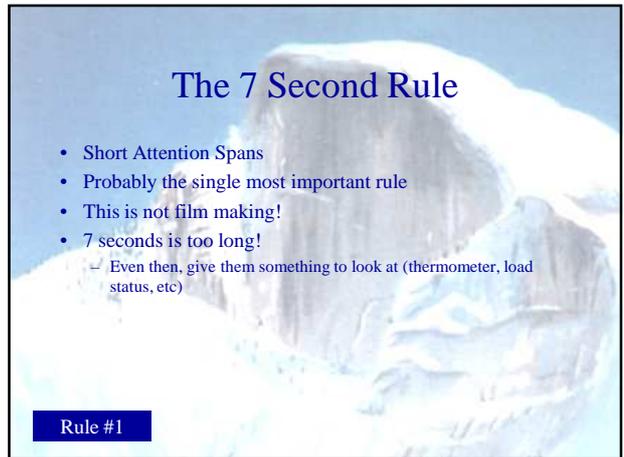
- Sierra
- Dynamix
- Papyrus
- Coktel Vision
- Impressions
- Brightstar
- Sublogic
- Headgate
- Several more that I can't remember (Apologies!)



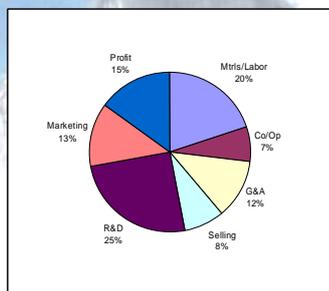
BEFORE



AFTER



Every Product Needs A Business Plan



Rule #4

Every Product Needs A Business Plan

		\$20.00
Mtrls/Labor	20%	\$4.00
Co/Op	7%	\$1.40
G&A	12%	\$2.40
Selling	8%	\$1.60
R&D	25%	\$5.00
Marketing	13%	\$2.60
Profit	15%	\$3.00
	100%	\$20.00

Every Product Needs A Business Plan

- I used to express this as my "4 to 1" rule
 - Marketing must give a conservative net revenue projection at least four times the proposed R&D budget
- Divisional presidents rose and fell on this
- Designers lived or died by this
- Example: 300,000 units, at \$20 net revenue = \$6 million
 - Maximum R&D budget equal \$1.5 million (all in: Overhead, development, QA, etc)

Every Member of the Team Must Be Passionate About the Product

- If the team isn't into the project, neither will the players be
- Look for "eyes that light up"

Rule #5

Lead, Don't Follow

- When you are in the leader's position, it is up to you to define the future of the industry
- Sierra as pioneers
 - First color packaging
 - First game with color graphics on Apple II
 - First commercial IBM PC game
 - First sound card support
 - First graphic word processor
 - First Basic compiler
 - First on CD-ROM
 - First with own magazine
 - First in multiplayer games
 - First Windows game, etc

Rule #6

Lead, Don't Follow

- Try games others won't
 - Experiment with new categories
 - Don't make "yet another" games
- We are in the entertainment business
 - Not the game business
 - Think entertainment, not games
 - Napster is the best game ever sold

Video: INN

There is Money in the Niches

- The top 10 will do over half of industry revenue
- There are profits to be made with 50,000 unit sellers
 - If you work the economics right
- Sierra's slogan used to be
 - "Making fun is serious business"
 - To succeed long-term, you must be both successful AND profitable

Rule #7

You Must Have a Hook

- The market is flooded with product
- 10-20 games will do 90+% of all business
- How will you break out of the pack?
 - License
 - Sequel?
 - Niche focus
 - PR-worthy hook
 - Innovation
- A great plot and game play generally won't do it

Rule #8

Video: Phantasmagoria

Video: Making of Phantasmagoria

Shoot Your Own Dogs

- Kill dogs, don't ship them
- The cost of a dog reaches well beyond the one product
- Think of it as customer acquisition cost
 - \$100's to acquire a customer
 - One dog to lose them
 - Re-Acquisition cost is an order of magnitude higher
- You're only as good as your last game

Rule #9

The First 10 Minutes Must Be Great

- In books, the first chapter tries to grab the reader
 - The same rule applies here
- Plus, for marketing reasons
 - Sales force
 - Store clerks
 - Etc.
- I even suggest an "attract mode" – something retailers can leave running in the store
- That said, hold some things back – don't give away the whole game in the first 10 minutes

Rule #10

No “Design by Committee”

- Every game needs one central person
 - Typically “the designer”
 - Key roles for chief engineer, creative director, music director, etc.
 - But, one central guiding vision
 - Empower the designer, then shoot them if it doesn't sell
- The team must be strong and passionate
 - No turkeys, no whiners, no “it would be better if it were my way”
 - The top 10% typically does over half the work!
- Personal note: No fancy charts

Rule #11

Marketing Begins in R&D

- Viral Marketing
 - What can you do to get others playing?
 - Free multi-player levels
 - What can you do to get others talking?
 - Discussion boards
 - “Free Advertising”
 - Include audio files
 - “Making of” Video
 - Screensavers
 - Wallpaper
 - Clip art, etc.

Rule #12

Surprise the Player

- Hide lots of “surprises” through the game
 - Super Mario was my favorite at this
 - Hidden levels
 - Shortcuts to different levels

Rule #13

Don't Bite Off More Than You Can Chew

- Large projects never ship
 - Exponential product budget overruns as project grows
- Under-design, save time for polish
- Most projects are ruined because the money runs out before play-testing begins

Rule #14

Don't Copy!

- The first one to do something really new is the one who wins big
- Myst spawned 50+ Myst clones
 - Some great products
 - None sold well
- Only “follow success” if you can add significant value
 - Don't just do the same game in a new setting
- Exceptions
 - Doom/Half-Life
 - Kings Quest/Leisure-Suit Larry

Rule #15

Think Series or, Best of All: Perennial

- Can't make money on just one game
- Need to have a long-term view
- Leverage
 - Characters
 - Sequels
 - Add-on packs
 - Re-Use of existing code
 - Designer

Rule #16

