## Objection Handling for Product Managers

June 11, 2020 Clement Kao

## Agenda

- Who are you?
- What is an objection?
- Why does objection handling matter?
- What are best practices for handling objections?
- How can I empower my company to handle objections?
- Q&A

## Who are you?

#### I'm Clement!

- Analytics consultant -> product analyst -> product manager
- Currently leading new business initiatives as a PM at <u>Blend</u>
- Also co-founder and writer at **Product Manager HQ**
- You can find me at <a href="https://www.linkedin.com/in/clement-kao/">https://www.linkedin.com/in/clement-kao/</a>



### Who are you?

I just published a book on **Breaking Into Product Management** 

Amazon paperback:

https://www.amazon.com/Breaking-Into-Product-Management-Manager/dp/1670792714

Amazon Kindle:

https://www.amazon.com/Breaking-Into-Product-Management-Manager-ebook/dp/B083F72JR9

PDF: https://www.productmanagerhq.com/guide/



## What is an objection?

An objection is an expression of disapproval or opposition

Too often, our customers have objections!

- Objections about the product's functionality
- Objections about the product roadmap
- Objections about price
- Objections about implementation details



## Why does objection handling matter?

#### Objections are *natural*

- They're good problems to have, because only committed customers have objections
- If they didn't have objections, it means that your product doesn't actually matter to them



### Why does objection handling matter?

But you can't cave to every single request!

Product managers must *prioritize for depth and breadth of impact*, and you can't give in to your noisiest customers

- We have limited resources to build
- Every feature we build has associated long-term maintenance costs

So we need to *learn to say "no"!* 



### Why does objection handling matter?

How can we say "no" in a compassionate way that builds trust?

Answer: we tell a *compelling narrative* to handle the objection

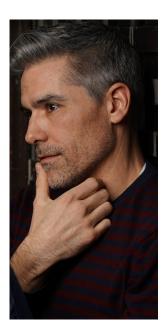
- A good narrative can actually make your customers respect you even more
- Example reaction I've gotten: "That was so thoughtful, that makes so much sense!"
- Another one: "See, this is why I have my business with you, you know how to build for impact."



## What are best practices for handling objections?

#### The four rules for success:

- 1. Never shut down a customer ahead of time.
- 2. Actively listen to their pain, and be truly curious and empathetic.
- 3. Confirm your understanding of the pain.
- 4. Tell your story, but tell it from the customer's perspective.



### How can I empower my company to handle objections?

The product manager is naturally the best person to address objections, because:

- You know the vision, the roadmap, and the rationale behind the roadmap
- You best understand your own product and its nuances and complexities
- You know what other customers need, and how they've solved their own pains
- You have the most data at your fingertips, out of all your colleagues



#### How can I empower my company to handle objections?

But you can't always be there to address every objection!

Here's how to scale yourself: *create a list of common objections and example responses for each one*, then distribute this across customer-facing teams (sales, customer success, etc.)

Help your organization keep the following themes in mind:

- Objections are opportunities for customer research
- Tell compelling stories about why we're pushing back
- Clear next steps enable us to reduce customer confusion and to boost our confidence



## **Summary**

Objection handling is part of your job, whether you know it or not!

Thoughtful objection handling means:

- You learn about your customer's needs
- You maintain focus on what matters, rather than accepting every request
- You create trust and buy-in from the customer, rather than disappointment or anger



# Q&A

### **Additional Readings**

- Objection Handling for Product Managers Product Manager HQ
- The Secrets of Highly Successful Sales People: Objection Handling: The Secret Product Manager Handbook by Nils Davis
- 12 Objection Handling Techniques for Sales Gong.io (2018)
- The Ultimate Guide to Objection Handling: 40 Common Sales Objections & How to Respond - HubSpot (2018)
- <u>6 Techniques for Effective Objection Handling</u> Salesforce (2013)



#### Other Talks by Clement

#### The Nuances of B2B Product Analytics (Product School)

• I discuss why B2B product analytics are much harder to tackle than standard B2C analytics, and how to think through various assumptions and workarounds

#### **Product Managers Are Also Products (Mind the Product)**

• I discuss how product managers can treat themselves as products with roadmaps, and how they can use that to accelerate their careers

#### **Stakeholder Empathy** (Cyclemeets)

• I discuss how to establish empathy with stakeholders as a product manager

#### <u>Data-Informed Product Management</u> (Pixelfield)

• I discuss why being data-informed is more valuable than being data-driven, and how qualitative research and quantitative analytics are best paired together

