

## GROWTH BYTES

دراسات حالة القدرات التسويقية

The purpose of the case studies is to draw relevant learnings for (company name) from marketing best practices.

— Case Study Objectives —

- To highlight marketing best practices
- To understand the underlying capabilities required to deliver these best practices
- To draw relevant learnings for designing (company name) next generation marketing capability

We have focused on capabilities which may be important components of (company name)'s next generation marketing capability.

— Company —	— Capability Focus —
Gillette	<ul> <li>Customer insight</li> <li>Product launch</li> <li>Lifecycle management</li> </ul>
Proctor and Gamble	<ul> <li>Strategy development</li> </ul>
Leading Financial Services Company	<ul> <li>Customer insight to segment by buyer values and profitability</li> <li>Strategy based on customer segmentation</li> </ul>
American Express	<ul> <li>Leveraging customer insight to execute strategies</li> </ul>
Ocean Spray	<ul> <li>Integrated performance management</li> </ul>

## Gillette builds in depth knowledge of customer needs and buyer values through extensive market research

- Gillette commits to specific product categories and builds in depth consumer knowledge which exceeds that of its competitors
  - "If there is a better way to shave, Gillette is going to find it and we're the ones who are going to develop it." Ron Rossi, President, North America
- Gillette analyzes in detail every aspect of the shaving process
  - Each day, **200** volunteer employees arrive at work unshaven to begin the day by participating in alpha testing, providing insights about the shaving process
  - Tiny fiber-optic video cameras are attached to razors to record technical elements of the shaving process, such as the angle of cut whiskers and the length of the average stroke
  - Typically up to **20** razor prototypes are in testing at any one time among typical consumers; thousands of consumers will test a product before it is ever launched

Gillette builds in depth knowledge of customer needs and buyer values through extensive market research (cont'd).

- Gillette researches people's attitudes toward shaving to understand what consumers want from a razor and to identify differences between consumer segments
- Gillette conducts market research to understand consumers' perceptions of the Gillette brand such that marketing programs are designed to continually build and leverage brand equity

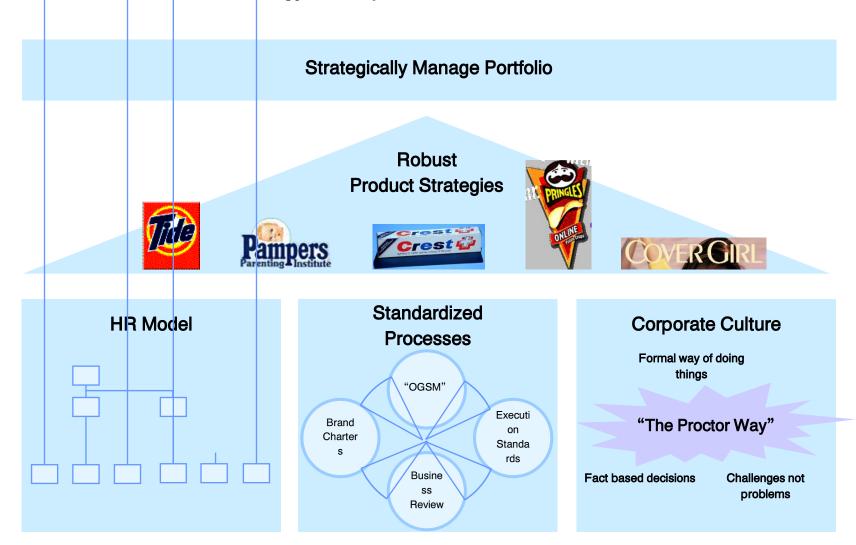
## Gillette focuses on developing new products which are significantly superior to those which are currently on the market.

- Gillette's senior leadership and corporate strategy focus the company on achieving breakthrough improvements
  - Gillette's mission is to achieve worldwide leadership in core products
  - "One of the things we really loathe to do is launch a me too product because the lifecycle is very short and you can't build a consumer franchise" Ron Rossi, President, North America
- Product development teams are multifunctional, including R&D, Marketing, Marketing Research, and Program Management
  - A balance between technology push and customer pull is achieved; the Mach 3 remained in development for 20 years and the Sensor for 13 years
  - The marketing strategy is initiated early in the development process
- Similar to other Gillette products, the Mach 3, with its triple blade, is expected to deliver a demonstrably better shave than existing shaving systems

Gillette launches new products with a "big bang" marketing campaign, utilizing prelaunch public relations and extensive advertising (cont'd).

- Focused advertising creates an ongoing dialogue with the consumer
  - Advertising during sporting events is used to reach Gillette's male audience; Sensor launch advertisements were run during the Super Bowl
  - Sponsorship of sporting events, such as college basket ball and football games, provides a channel for consistent communication
- Consumer promotions are targeted at specific customers through use of micro-marketing techniques
  - Sample Sensors were mailed to 400,000 men who used competing products
  - Sample razors have been given to boys on their **18**th birthday
- Gillette is known for the success of its launches
  - The Sensor generated \$150 million in sales in its launch year and exceeded sales projections by 30%.
  - Mach3 is expected to achieve annual revenue of \$1 billion within three years

Proctor and Gamble's human resource model, standardized processes, and corporate culture enable robust strategy development.



Proctor and Gamble's strategy development processes facilitate robustness and consistency of strategies across all products.

- The "OGSM" process (Objectives, Goals, Strategies, and Measures) establishes clear and commonly understood business goals which drive strategy development
  - General Managers establish five year objectives
  - Marketing managers translate these objectives into one year goals
  - The product teams build strategies designed to meet these goals
  - Annual business reviews evaluate performance based on the OGSM established measures
- Brand "charters" are utilized to clearly articulate the core brand message and achieve a common understanding of the brand's positioning
  - The charter does not change over time, unless the brand requires complete repositioning
  - Charters enable P&G to offer competing products within a given category because each brand charter targets distinct customer segments

— Key Questions —

- Would a more rigorous and standardized P&G strategy development approach work in pharmaceuticals?
- What aspects of P&G's approach would add value at (company name)?
  - Standardized processes?
  - Brand management training?
  - More fact-based culture?
- What can (company name) learn from P&G's brand rationalization process?