

A Template For Marketing Strategy

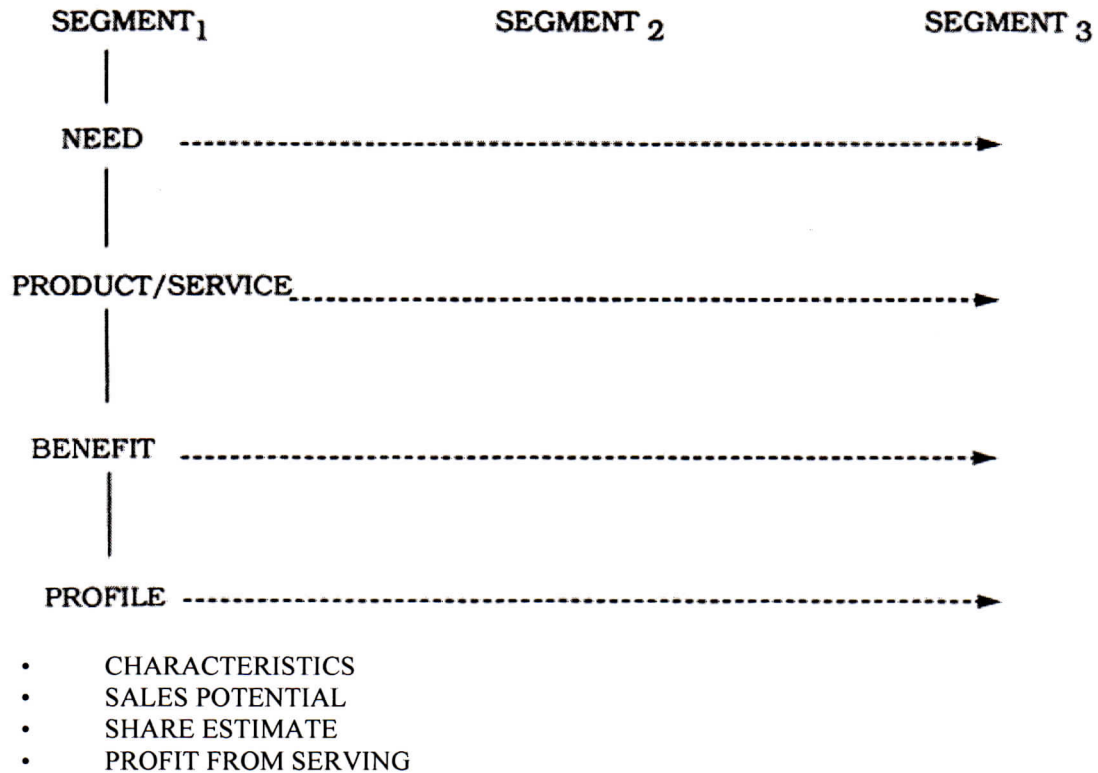
This part provides a template for developing a marketing strategy for the smaller organization. The format is a workbook style with many forms to help provide a solid guide for executing the strategy concepts discussed earlier. The forms are a shorthand way to get started but they should be supplemented with more detailed discussion. They provide the backbone to one process. A complete marketing strategy document will be in much more detail than provided by the forms and questions. You will want to refer to the text for a detailed discussion of the concepts before filling in the forms.

The outlines may be done by one individual or by a group. No matter who fills in the forms, they must represent the wisdom of one organization and there must be a consensus among the organization of what is written. Without agreement on some of the basic marketing facts and assumptions, it will be virtually impossible to develop consensus later as to what direction the company should take.

Any strategy development must be based on an understanding of the company's situation with reference to the internal environment and the external environment. The marketing strategy is about managing from the outside to the inside. A proper situation analysis provides the background and foundation for the strategic direction.

The starting point is to understand the driving forces in the environment or industry that the company operates in.

OVERVIEW OF MARKET ANALYSIS*



- The author is grateful for Dr. Michael Mayo's contribution of the "Overview of Marketing Strategy" and the "Overview of Market Analysis" outlined in the *Template for Marketing Strategy*. (Dr. Mayo is the Associate Dean, School of Business Management, Ryerson Polytechnic University.)

Market Analysis

We have already completed the first level of analysis in identifying the driving forces that lead to changes in our industry.

The next step is to analyze individual consumers (individuals, and organizations) and to set out our primary and secondary segments or target markets.

Customer Need Analysis

Key Customer Groups (Segments)	Customer Needs
1.	1.
2.	2.
3.	3.
4.	4.
5.	5.

Share Estimate:

Target Group: Secondary Market
Characteristics:

Sales Potential:

Share Estimate:

Target Market: Tertiary Market
Characteristics:

Sales Potential:

Share Estimate:

**Target Market: Peripheral
Market**
Characteristics:

Sales Potential:

Share Estimate:

Competitive Price Analysis

Competitor	Price Product/Service	Price Product/Service	Price Product/Service
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Organizational Analysis

This is the internal situation analysis. We need to know our internal strengths and weaknesses and where we stand in terms of being able to compete effectively in the marketplace. We also need to know our capacity to take advantage of opportunities.

To start with, a listing of the past five years' performance provides the sketch of the past successes.

Evaluators

	1995 current year	1994	1993	1992	1991
1. Market Share					
a. Company					
b. Product A					
c. Product B					
d. Product C					
2. Gross Sales					
3. Gross Profit					
4. Net Profit (before tax)					
5. Gross Margin					
a. Company					
b. Product A					
c. Product B					
d. Product C					
6. Return on investment					
7. Marketing Costs					
a. Administration					
b. Sales					
c. Communications					
8. Quality Ratings (if available)					
9. Customer Ratings (if available)					

**Identification of the
Company's Competitive Advantage**

Competitive Advantages (current)

Competitive Advantages (to be developed)

**Issues that the Organization Needs
to Address Based on the Situation Analysis**

- | | |
|----|----|
| 1. | 2. |
| 3. | 4. |
| 5. | |

Mission

A mission statement is a brief statement describing the purpose of the organization. One needs to be developed and there has to be a high level of subscription to it within the organization. The marketing strategy must be congruent with the mission of the organization.

Our mission is:

Objectives

There must be some goals and objectives to focus the strategy. There are three levels that need to be developed—overall company objectives, marketing objectives and financial objectives. Depending on specific circumstances, these objectives may be divided into short or long—term objectives.

Overall Company Objectives:

- | | |
|----|----|
| 1. | 2. |
| 3. | 4. |
| 5. | |

Marketing Objectives:

- | | |
|----|----|
| 1. | 2. |
| 3. | 4. |
| 5. | |

Direction in Order of Preference

- 1.
- 2.
- 3.
- 4.

The Choices

Marketing strategies are statements of the direction of the company's marketing effort. Four choices must be made¹:

1. The chosen market and target segments.
2. The market position and value provided to the selected market.
3. The distribution channels to be used to reach the market.
4. A list of the activities to be undertaken in order to support the direction taken.

¹adapted from George S. Day "*Marker Driven Strategy*". The Free Press, 1990

Organizational Structure to Carry Out Strategy

Marketing Revenue and Expense Forecast Based on New Strategy

Price

1. Objectives

2. Cost

3. Price Strategy

Promotion

1. Communication

a) objectives

b) budget

c) theme

d) media

2. Sales Force

a) objectives

b) budget