Lecture 2

Territorial Marketing Environment



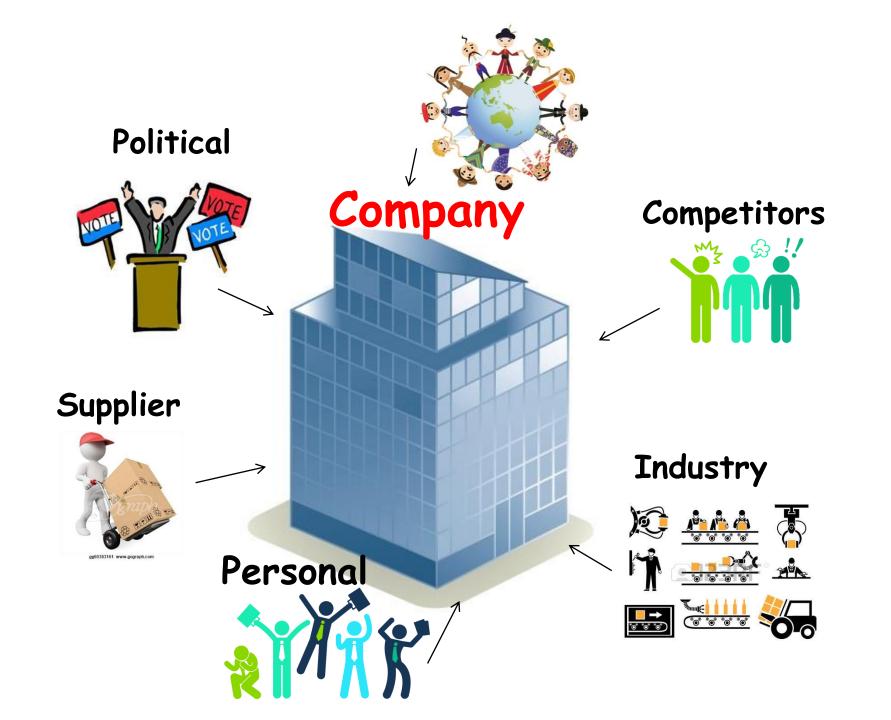
Objectives

- Know the environmental forces that affect the company's ability to serve its customers.
- Realize how changes in the demographic and economic environments affect marketing decisions.
- Identify the major trends in the firm's natural and technological environments.
- Know the key changes in the political & cultural environments.
- Understand how companies can react to the marketing environment.

Agenda

- 1. What is Marketing Environment?
- 2. Why is it important to study the marketing environment?
- 3. Microenvironment forces.
- 4. Macro-environment forces.
- 5. Class activity.



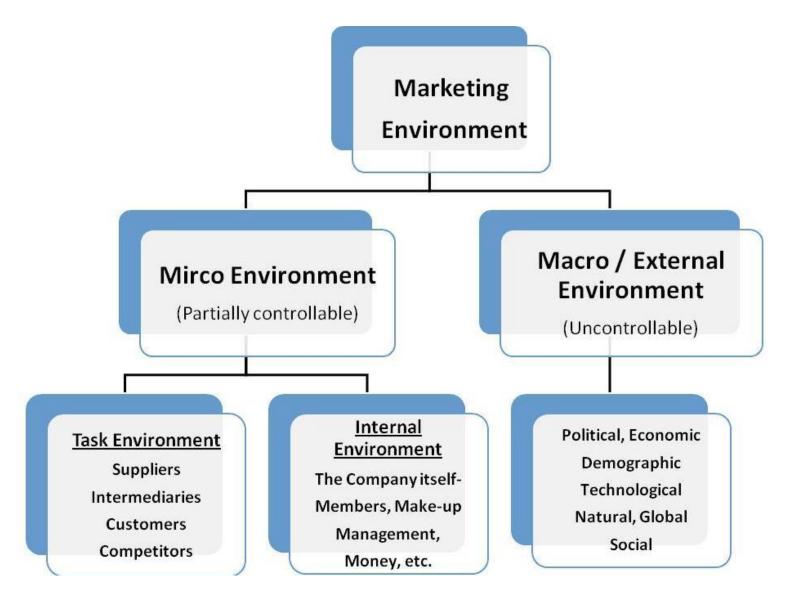


What is Environment?



Marketing Environment

The actors and forces that affect a firm's ability to build and maintain successful relationships with customers.



The following are the benefits of studying marketing environment:

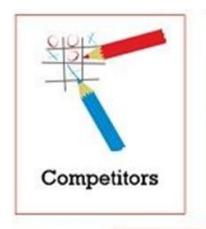
- Recognizing and anticipating business trends
- Recognizing treats and opportunities
- Long-term planning
- Keeping up with the competition
- Recognizing Changes
- Situational adaptation
- Gathering information
- Immediate assessment of the situation
- Recognizing one's own strengths and weaknesses
- Establishing guidelines
- Foreseeing problems



Actors in the Microenvironment

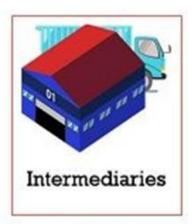


Microenvironment - Actors close to the company











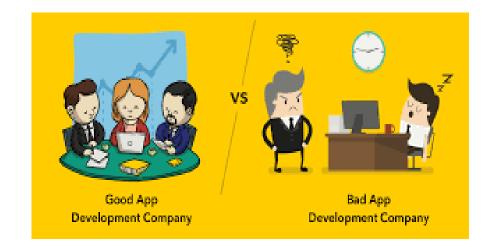




•The company:

Management, finance, research, purchasing, manufacturing, accounting, and human resources.

- •Marketing intermediaries help the company to promote, sell, and distribute its goods to final buyers
- ✓ Resellers
- ✓ Physical distribution firms
- ✓ Marketing service agencies
- ✓ Financial intermediaries





• **Suppliers** provide resources needed to produce goods and services. Suppliers help to create and deliver customer value



- Customers five types of markets that purchase a company's goods and services:
 - ✓ Consumer, business, reseller, government, and international markets.
- Competitors

Company must gain strategic advantage against these organizations.

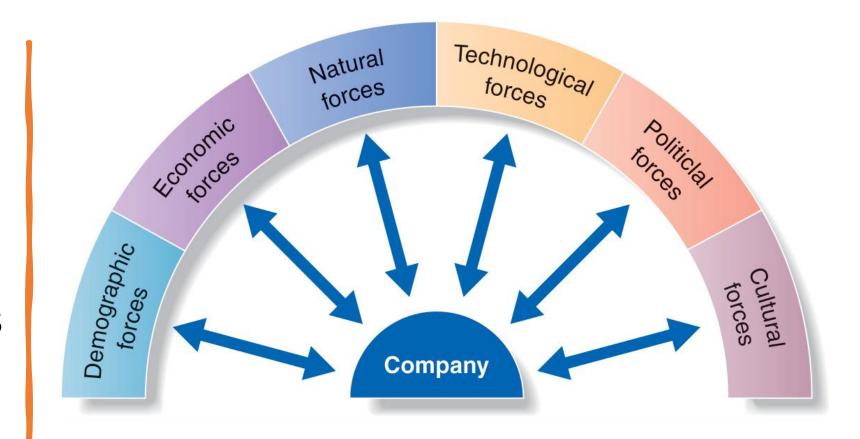




- Publics group that has an interest in or impact on an organization's ability to achieve its objectives:
 - √ Financial
 - ✓ Media
 - √ Government
 - ✓ Citizen-action groups
 - ✓ Local
 - √Internal



Major Macro environmental Forces



Larger societal forces that affect the microenvironment.

Considered to be beyond the control of the organization.

- Demographic environment:
 - Study of human population
 - · Size, density, location, age, race, occupation, and education.



Demographic Environment

More people are:

- Divorcing or separating
- Choosing not to marry
- Choosing to marrying later
- Marrying without intending to have children
- Increased number of working women
- Stay-at-home dads



