



Marketing in SME-s and microenterprices Tõnu Hein HeiVäl Consulting August 26th, 2016



Marketing

 Marketing is simply identifying and satisfying your clients, or potential clients needs profitably.

Key words -

- identifying needs Market Research
- satisfying it must be a win for client
- profitably must be win for you too.



Three basic questions of market research

- Who are potential Customers and why
- How can they be reached
- What is the competition

What can I offer competitively and what is the likely competitor reaction



Marketing from customer perspective

- 4 P-s and 4 C-s
 - Customer Wants (Product)
 - Cost (Price)
 - Convenience (Place)
 - Communication (Promotion)

For services 7P + Personnel, Processes, Physical

facilities



Product

- Customer Benefit
- Quality
- Design
- Technical Features
- Branding
- Packaging
- Service
- Training



Price

- Factory Price
- Export Price
- Price Taker/Giver
- Discount Policy
- Rebates/Loyalty Schemes Lyoness case
- Undersell Competition
- Service Charge



Place

- Supply Chain
- Warehousing/hubbing
- Speed of supply
- Direct to line
- Remote servicing
- Direct selling



Routes to Market

• Selling Direct

• Selling via Agents incl cooperative umbrellas

• Selling via Shops, Wholesales

Local Sales Office



Promotion

- Advertising
- Direct Mail
- Internet including adwords
- Telephone Selling
- Brochures/catalogues
- Articles in specialised journals, comparative tests
- Exhibitions/Trade Fairs
- Sponsorship
- Sales Force
- Agents



Marketing Mix – Simple examples

- Price: Lower than competitor
- Product: Add new feature for the same price
- Place: Sell through the internet in Estonia
- Promotion: TV ads combined with on the site advertisement
- Common Theme: All trying to achieve competitive advantage through the Mix.



SALES FUNNEL

1. Market potential

2. Segment potential

3. Market turnover

4. Market share

5. Contact- call/e-mail -1000

6. Offer - 100

7. Meeting - 10

8. Deal- 1 9. Money on account - 0,95



LOGIC OF MARKETING STRATEGY

Client and competitor analysis

What clients want? What are products and services of competitors and how do they satisfy needs of our clients?

Marketing strategy

How you let your potential clients know about your products and services you want to offer?

Competitive advantage

Why clients should prefer your company products or services? What is USP?

Competing strategy

How do you plan to develop your unique products and services to operate profitably?



Innovation Cluster for Organic Food

- Estonian companies are eligible
- International cooperation possible
- Timing: 2017-2020
- Total budget 800.000 EUR, support 100%
- R&D and innovation activities are eligible
- Application deadline Oct 2016
- All interested persons please contact: Kaido Väljaots +372 528 0270 kaido.valjaots@heival.ee



Wishing success in marketing!



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