# LONGCHAMP

# Unpacking the Longchamp case

- We aim to create classroom-like unpacking situation of Longchamp case
  - By default, **chat is not used as a channel** to comment & contribute today's class (unless we invite comments /additions to chat)
  - When you wish to comment, answer or say something, **raise your hand** (click *"More"* OR *"Reactions"* → *"Raise Hand"*).
    - Unmute yourself and answer. Camera is not needed today.
  - Some **polls** will be published during the discussion to vote and interact during the class.

# Agenda for today

- Managing Le Pliage
- Brand extensions
- Distribution strategy
- Brand positioning

### General thoughts about the case



## Le Pliage's Success Formula



*Luxury experience* (at store), not only about the product

Role of material in terms of luxury perception? (Prada vs. Longchamp)

**Design** (foldable) makes it luxuroius

Le Pliage is not luxury. In order to be, it needs: Distribution limits, control sales, create mysteriousness →placement in the store (not in windows) Not about price

Longchamp (= Luxury): Other products (than Le Pliage) are luxurious Optimistic luxury (not that cold) Craftmanship (also LP)





## Longchamp

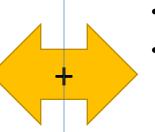
- French identity
- Heritage company (but most known brand made from nylon)
- Quality perception



- brand awareness & known brand
- Generate sales for the brand
- Access to longchamp brand (entry level → potential consumers + younger customers)

- customers might question the price point
- LP was the reason why LC became " accessible"
- Value / quality

- Customers who are not spending much to other products
- Stores are full
- Difficult for sales staff (luxury experience)
- Too widely available  $\rightarrow$  perceived accessibility



# Longchamp brand extensions





# Licensing (& luxury brand)

### Possible <u>risks</u> for Longchamp

- Want to be perceived as high-end
- Too available  $\rightarrow$  lack of luxury
- Loosing control (quality, how/where supplied)
- Exapanding somewhere where is no legitimacy

#### Possible <u>advantages</u> for Longchamp

- Awareness
- Marketing tool
- Profitable (most of the money comes from here)
- Brand equity
- Brand image
- Possible categories: sport + homeware,
- Lifestyle & world changing  $\rightarrow$  thery should change as well
- (Le pliage is already cheaper, no other entry point products needed)



## Distribution strategy

## Accessible Luxury — Traditional Luxury

