# IMC and Branding

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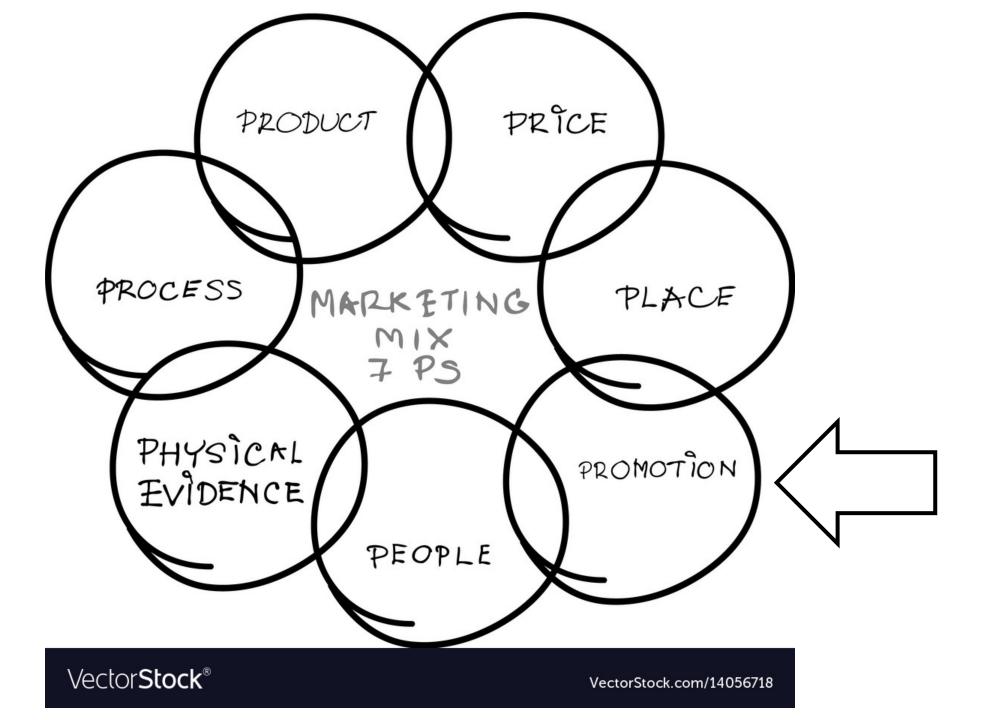
- A brief evolution of marketing
- The role of IMC in todays marketing and branding
- The importance of brands as sources of competitive advantage

### Marketing and IMC

- Marketing 

   activities an firm or company undertakes to promote and sell consumer goods to consumers and/or customers; as well as maintain relationships with them
- \*Need not be profit oriented!
- We do so through the so-called "marketing mix" tools





- Marketing as a discipline has evolved over time
- A paradigm shift from product centricity to consumer centricity (relationship marketing paradigm)
- From make a product and sell it → to understand consumer wants and needs ... make a product or service to fit with those needs and wants, offer it and in doing so maintain a close relationship with consumers or customers



From product centricity to consumer centricity



**Product centricity** 



#### • Product focus:

- Make a quality product  $\rightarrow$  better than the competitor
- Have a product, find a customer
- Come up with a value proposition predominantly based on utility (functionality)
- Transactional sales logic
- One-way communication
- All promotional material produced to support this logic

#### • Consumer:

- Passive recipient
- Need to be persuaded
- Consumer information processing model

#### Company structure:

- Hierarchial
- Silos
- Sales oriented



#### **The Consumer is King**

THE CONSUMER IS KING.





@iPullRank

- Companies and organizations evolve
- Organizational structure evolves
- Markets become more dynamic (cf. last week's lecture!)
- A different understanding of consumers and consumer behavior
  - $\rightarrow$  different theories apart from psych informed ones
- Focus on consumer wants and needs and relationships with them
- The logic: relationships with consumers as a mean of (sustainable) competitive advantage
- With that, the idea about promotions (IMC) change, too
- From one-way to two-way communication, networked approach (See Kozinets et al. 2010)

#### More on organizatinal structure

- The organization structure changes
- Communication and branding not only done by a marketing department or marekting managers alone, but concerns the whole of the company (→ IMC)
- The rise of the Chief Customer Officer (CCO) → Brand Manager!
- Organizational functions (CRM, Market research, IT, R&D...), in the function of better understanding consumers wants, needs and the maintanace of relationship with them! (CLV customer lifetime value)
  - Customer Relationship Management -> understand consumer needs and behavior
  - IT  $\rightarrow$  market analytical skill (insights, KPIs...)
  - Market Research distributed accros the company + consumers (e.g.; Design Thinking – co-creation!)
  - Consumer and customer service! (touch points)



Your role as an existing or future brand manager (or a CMO or CCO - Chief Cultural Officer) may be/is to manage a brand or a number of brands

## BRAND ARCHITECTURE SPECTRUM



FedEx







**Residence** INN.

BY MARBIOTT

tebreze

SOURCE: "The Brand Relationship Spectrum," David A. Aaker: known as the 'Father of Modern Branding'

- IMC offers a framework or a logic through which brand management and branding is carried out
- Brands require constant tinkering
- There are many reasons for why this is the case:
  - Change in consumer preferences and taste
  - Competitor moves
  - Innovation
  - Disruptive innovation
  - And other...

Brands and branding as a way of competitive advantage

## IMC and branding

Campaign delvelopment:

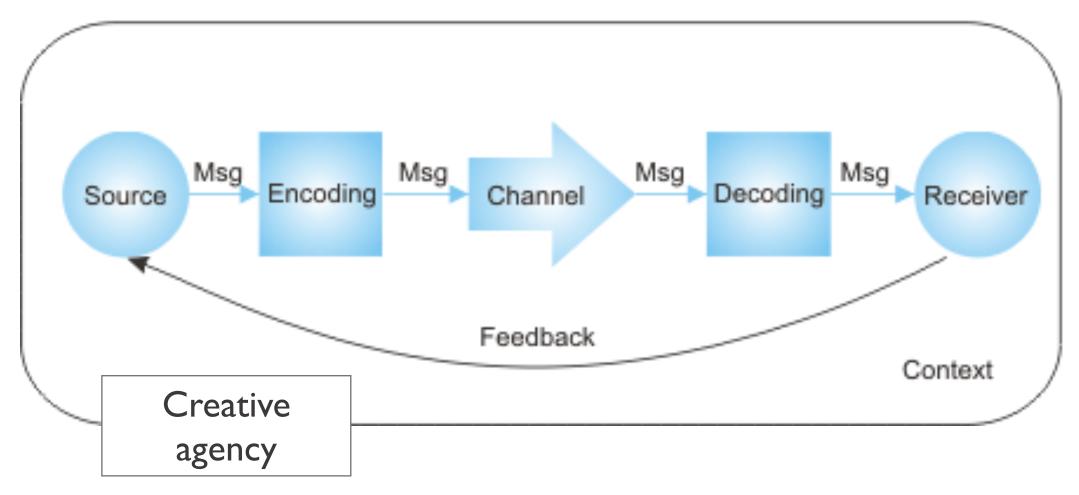
- Brand challenge
- Market research to generate consumer insights
- Develop the creative idea or concepts
- Media strategy (traditional / digital)
- Promotional strategy (promotional mix: advertising, PR, sponsorship, sales promotions...)
- Implementation (timing)
- Measurements (is it working?)

#### Intermezzo:

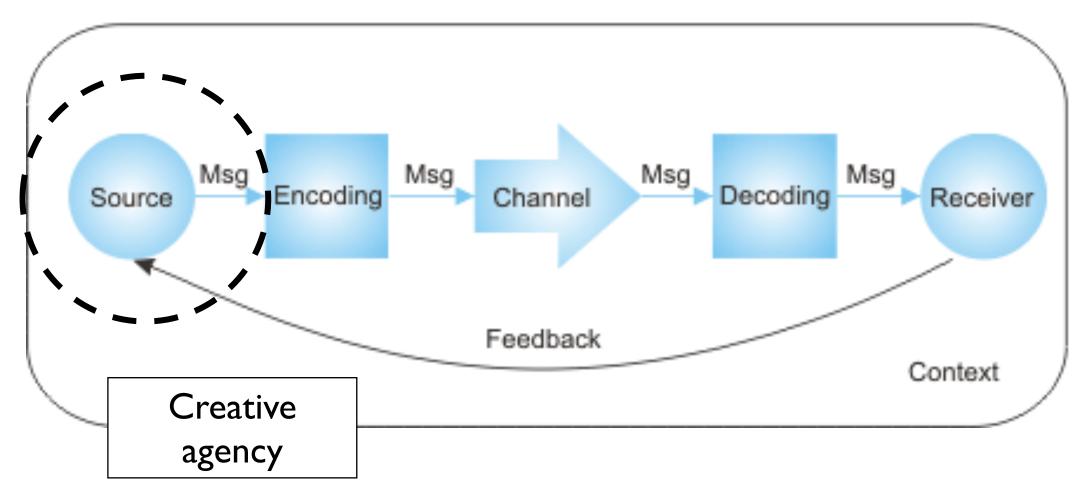
- IMC as part of 4 or 7 Ps
- IMC as brand management approach
- Underscores integration as an important and distinct facet of marketing communications
- <u>Emphasize</u> creativity, process, metrics and evaluation of IMC brand communication programs over time







#### The Communications Process



## Source - your company/brand(s)

 Why branding? → "brand as a source of competitive advantage" (David Aaker)

 Branding model (organizational business logic) guiding your brand management efforts?

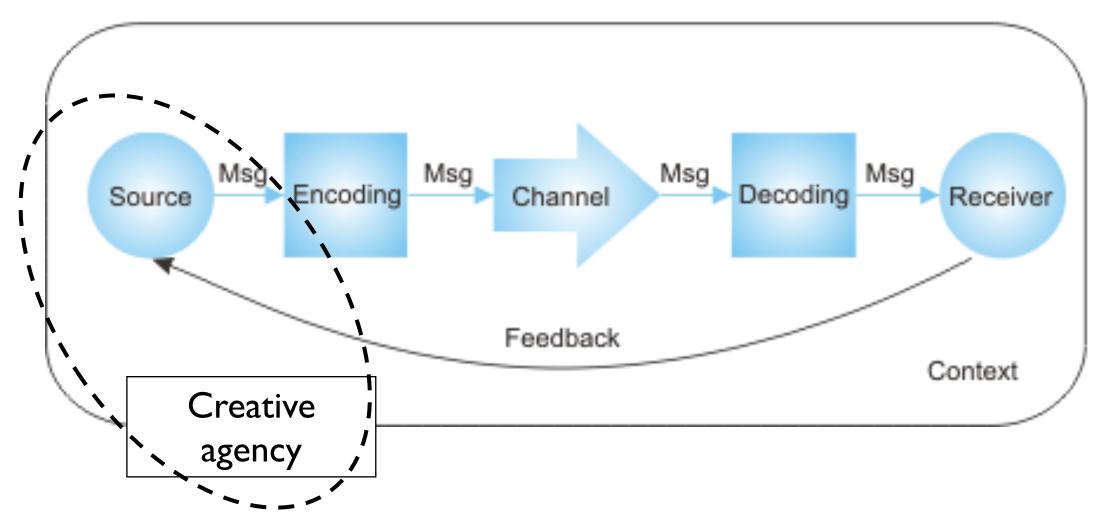
#### Why communicate your brand to consumers/audiences?

- To let designated consumers or audiences know about your brand
  - e.g.: enter a market, brand benefits ... (awareness, interest and desire)
- Consumer preferences and taste change
  - e.g.: preference of healthier lifestyles and food (attitudes and behaviors changing)
- To (re)position your brand
- To react to competitor's campaigns
- → "the brand challenge"

## Brief / document

- What is your brand about?
- What is the ''brand problem'' according to you?
- How do you see the overcoming of the brand problem?  $\rightarrow$  challenges?
- Insight and creative idea
- Communication objectives?
- Your consumers/target segment
- Competitor analysis
- The message describing the brand value
- Communication channels on which the campaign will run (media strategy)
- Promotional mix (promotional mix strategy)
- Concurrent campaign evaluation and metrics!





## Creative agency / Client (your company /brand)

Market research to generate (more) insights Traditional market research techniques like focus groups & databases to gauge consumer needs and behaviors (Rust et al. 2000)

Cultural knowledge to ''read'' insights (Kelly et al., 2005) vs. trends!

Insights: ''an identification in consumers' experience that can open up a commercial link'' (Ariztia, 2013)

Creative idea/big idea:"X"







### Creative idea example:

#### SNICKERS BIG IDEA

#### (Piercing Insight)

When you are hungry, it's hard to concentrate and hard to focus on what matters. You don't perform to the level you normally do because there's something missing.

#### (Brand Connection)

Snickers is the perfect way to get back to being yourself. Packed full of peanuts, caramel, nougat, and milk chocolate, Snickers satisfies your hunger – all in a quick and easy-to-carry snack.

(Succinct Expression)

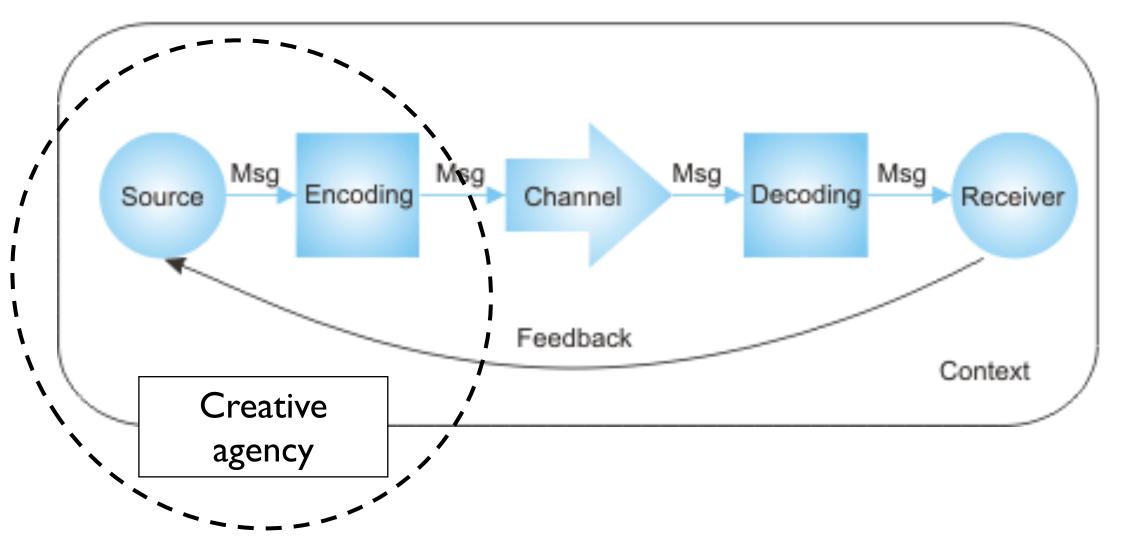
Snickers: You Are Not You When You Are Hungry.



## (Re)write the brief:

- What is your brand about?
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- Promotional mix (promotional strategy)
- Campaign evaluation and metrics!



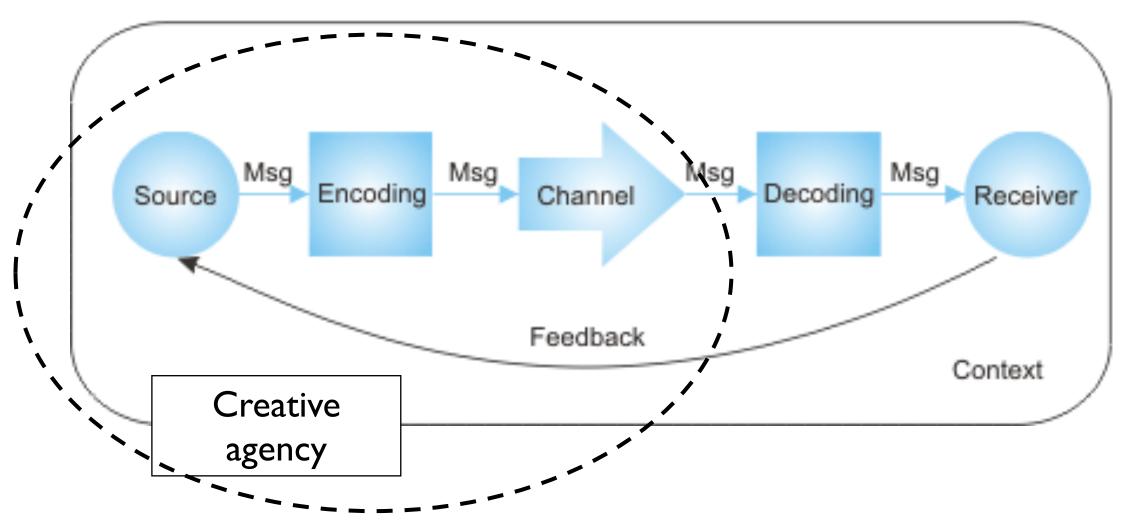


Aalto-yliopisto

## Encoding – (copywriters and art directors)

- Tone of voice
- Aesthetic appeal
- ...
- (Moeran, 2009: The organization of creativity in Japanese advertising)





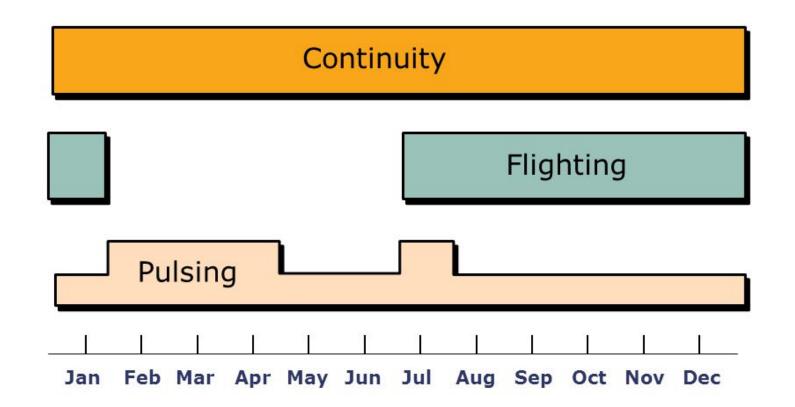
#### The Communications Process

## Channels/mediums remember "Media Neutral Planning"

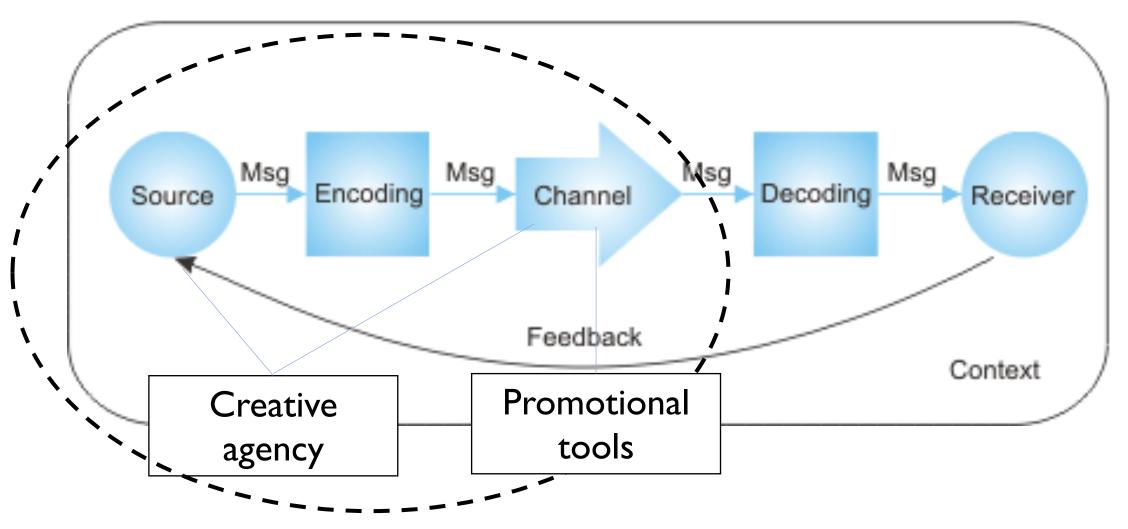
- Traditional
  - TV, print, radio, etc.
- Digital
  - Social media platforms











#### The Communications Process

### Promotional tools

What promotional tools are best suited for the campaign?

- Advertising
- PR
- Sponsorship
- Sales promotions
- Sponsorship ...

Promotional strategy will depend on the objectives and the budget

### Measure and evaluate

- Ideally, you measure before, during and after the campaign
- Measurements and metrics consistent with the set objectives
- Short terms metrics relate predominantly to sales
- Long term metrics relate to brand equity such as awareness, loyalty...
- At the end of the day, we are aiming for a positive ROCI (return on consumer investment)

"In its first full year, "You're not you when you're hungry" helped increase global sales of Snickers by 15.9% and grew market share in 56 of the 58 markets in which it ran—not bad for an 80-year-old, billiondollar brand." - James Miller, global head of strategy for Mars at BBDO

https://www.campaignlive.com/article/case-study-fame-made-snickers-youre-not-when-youre-hungry-campaign-success/1413554



