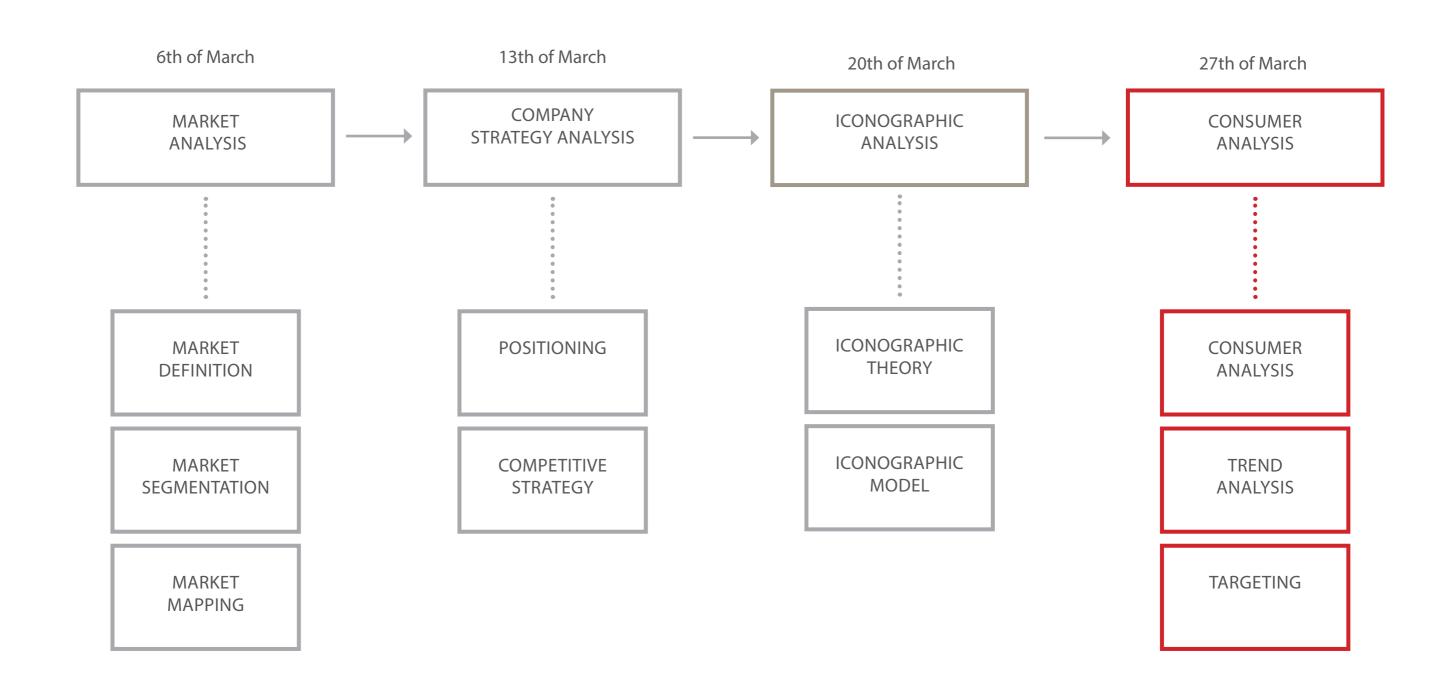
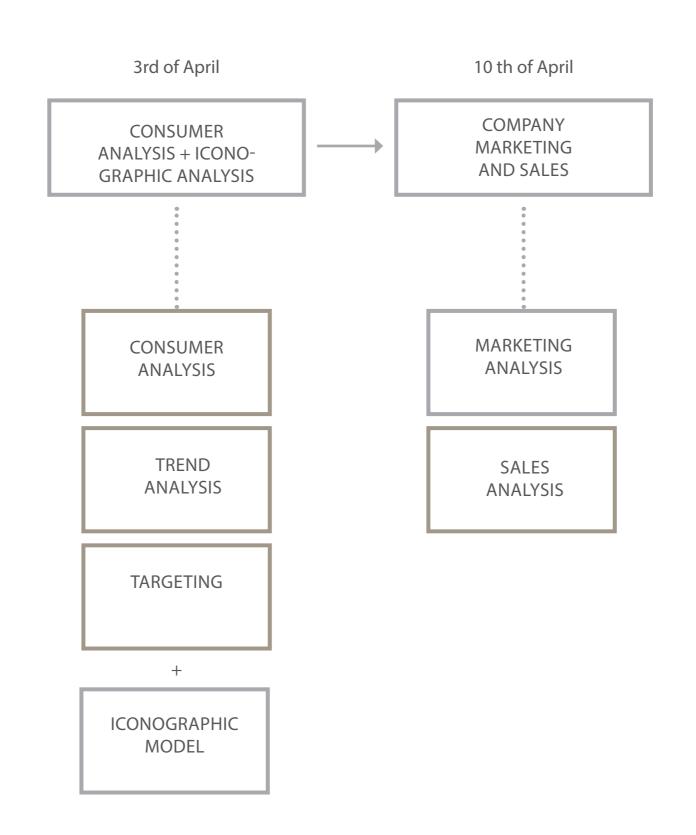
CORSO DI LAUREA MAGISTRALE IN ECONOMIA AZIENDALE E MANAGEMENT

DESIGN MANAGEMENT

Lesson 6 - Part 1





READINGS

KOTLER PRINCIPLES OF MARKETING

CHAPTER 2 p. 61-85 CHAPTER 14 p. 426-446

CHAPTER 11 p. 334-352

CHAPTER 15 p. 456-473

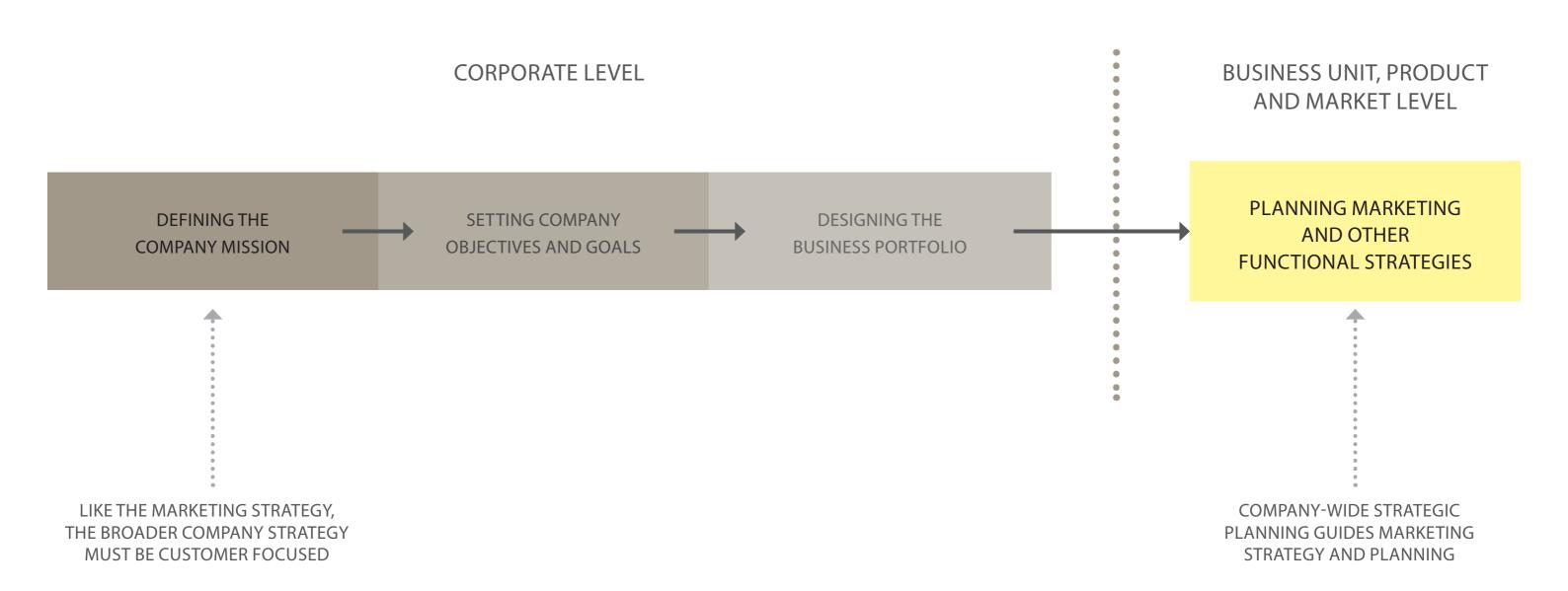
CHAPTER 12 p. 362-383

CHAPTER 16 p. 484-501

CHAPTER 17 p. 516-537

- 1. YOU DO NOT DESIGN PRODUCTS IN A VACUUM.
 - 2. YOU DESIGN AROUND PEOPLE'S NEEDS.
- 3. MAKE SURE YOU UNDERSTAND COMPANY POSITIONING AND STRATEGY.
- 4. MAKE SURE YOU KNOW WHERE AND HOW TO SELL AND DISTRIBUTE YOUR PRODUCTS.

COMPANY POSITIONING



SALES + MARKETING

COMPANY STRATEGY

POSITIONING ANALYSIS

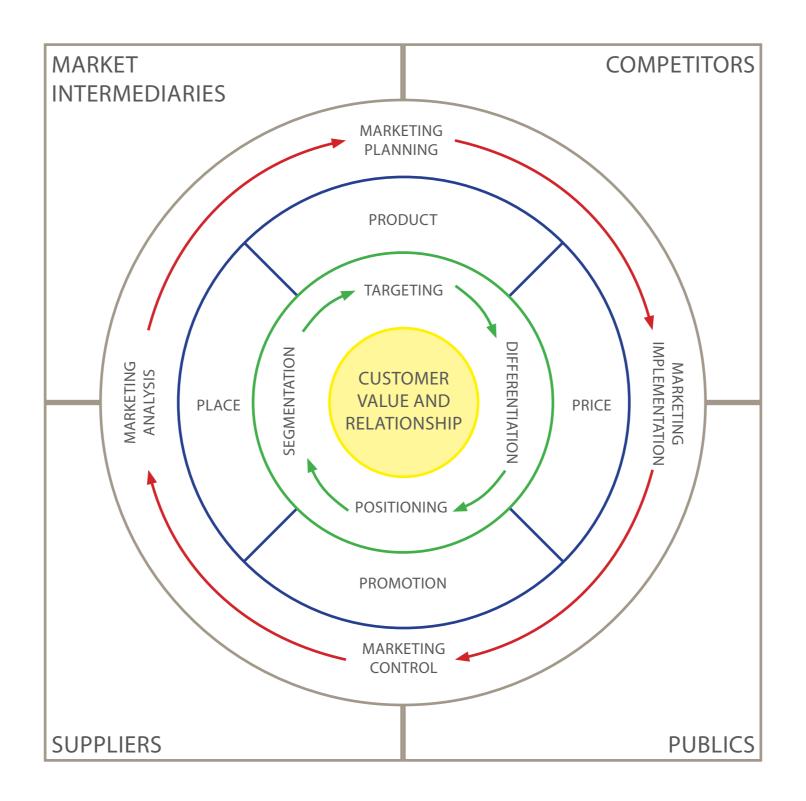
MARKETING STRATEGY

PRODUCT PORTFOLIO ANALYSIS

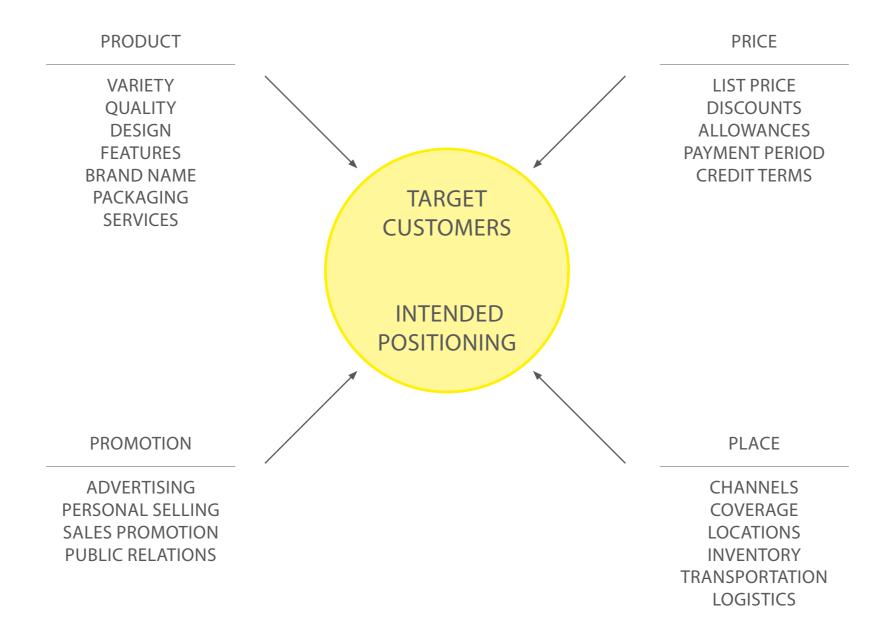
SALES STRATEGY

DISTRIBUTION ANALYSIS

MARKETING MIX: 4 OR MORE P's



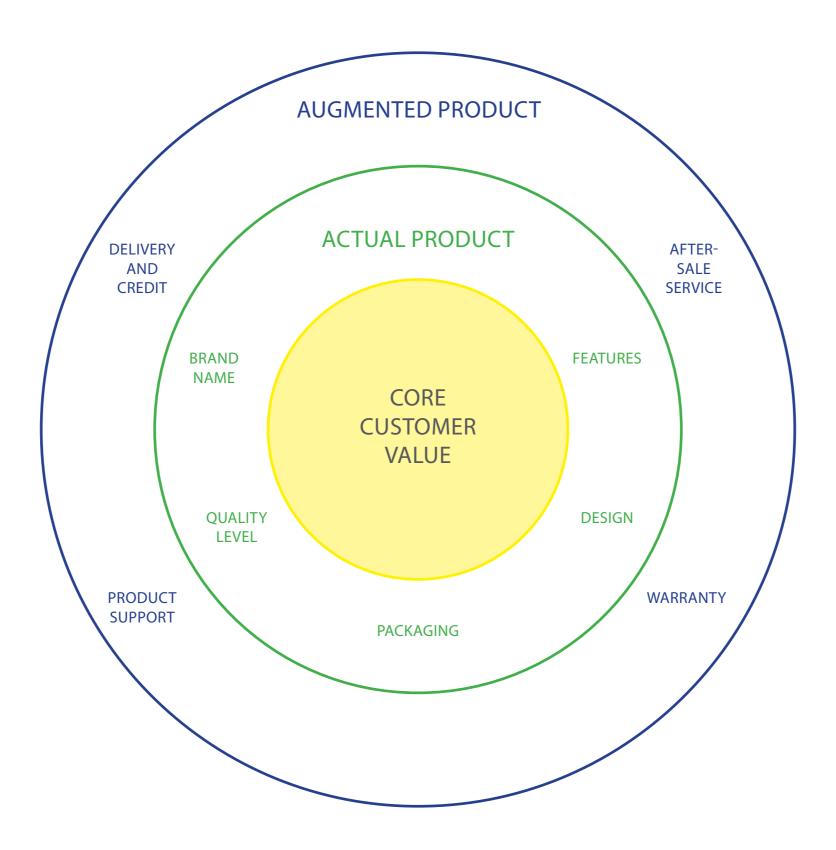
DEVELOPING AN INTEGRATED MARKETING MIX



PRODUCT AND SERVICE DECISIONS



THREE LEVELS OF PRODUCT



PRODUCT CATEGORY

EXISTING NEW

LINE	BRAND
EXTENSION	EXTENSION
MULTIBRANDS	NEW BRANDS

BRAND NAME

NEW

EXISTING

PRICE

LOW PRICE

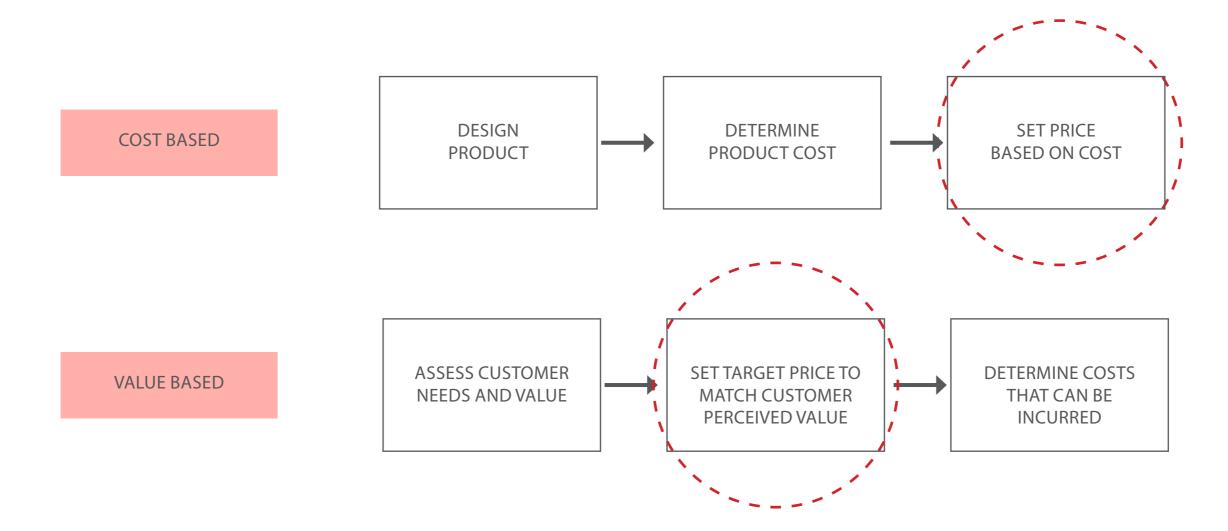
NO POSSIBLE PROFIT AT THIS PRICE PRODUCT COSTS

COMPETITORS' PRICES AND OTHER EXTERNAL AND INTERNAL FACTORS

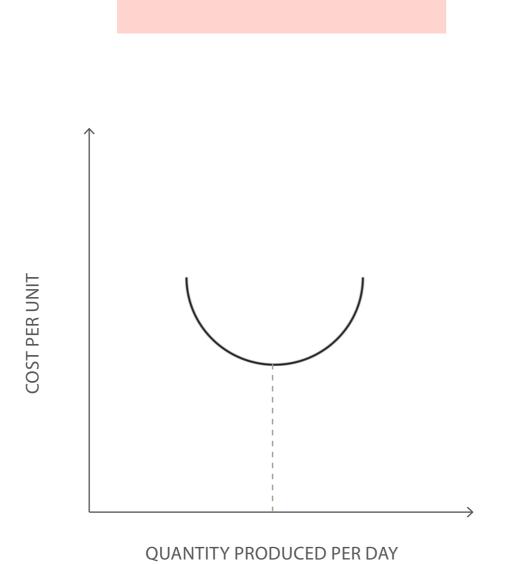
CONSUMER PERCEPTIONS
OF VALUE

HIGH PRICE

NO POSSIBLE DEMAND AT THIS PRICE

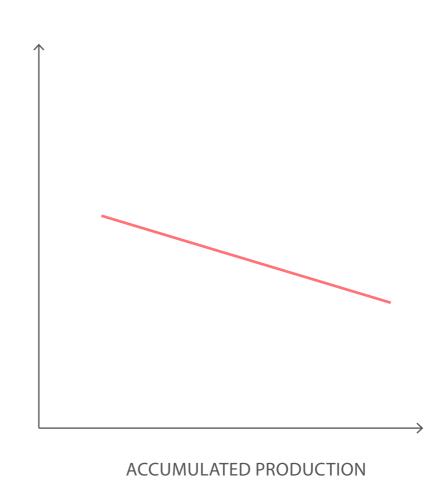


COST PER UNIT



AVERAGE COST PER UNIT

AVERAGE COST PER UNIT AND ACCUMULATED PRODUCTION



COST PLUS PRICING

BREAK EVEN

UNIT COSTS = VARIABLE COST + FIXED COST

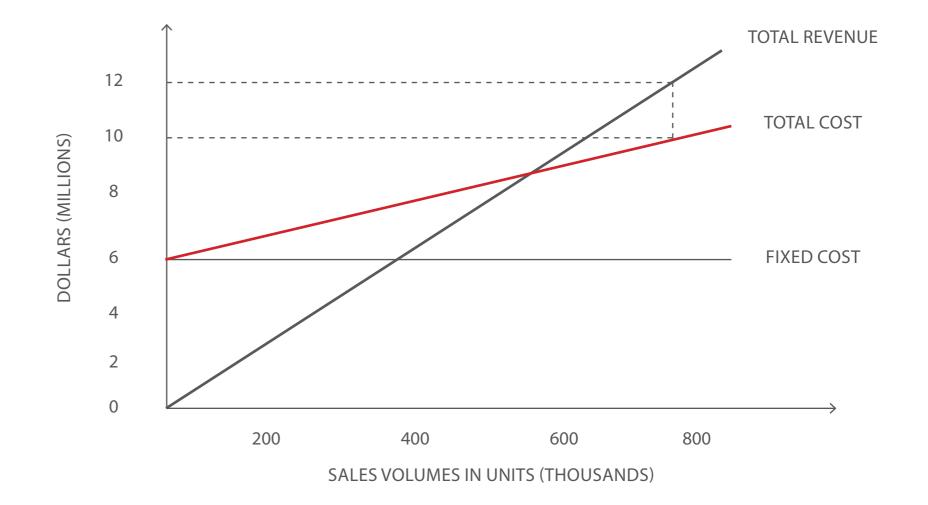
UNIT SALES

MARK - UP PRICE = UNIT COST

(1 - DESIRED RETURN
ON SALES)

BREAK EVEN = FIXED COST

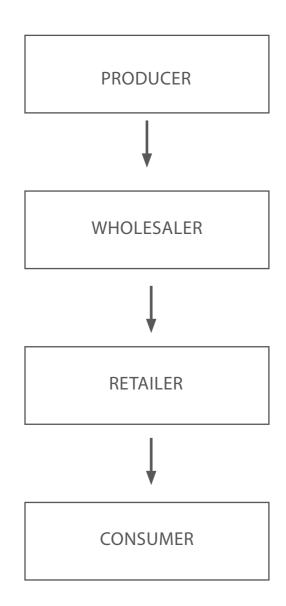
UNIT PRICE - VARIABLE COSTS

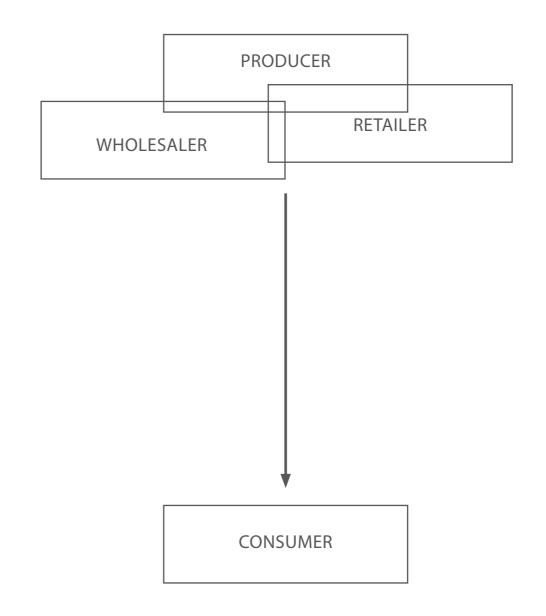


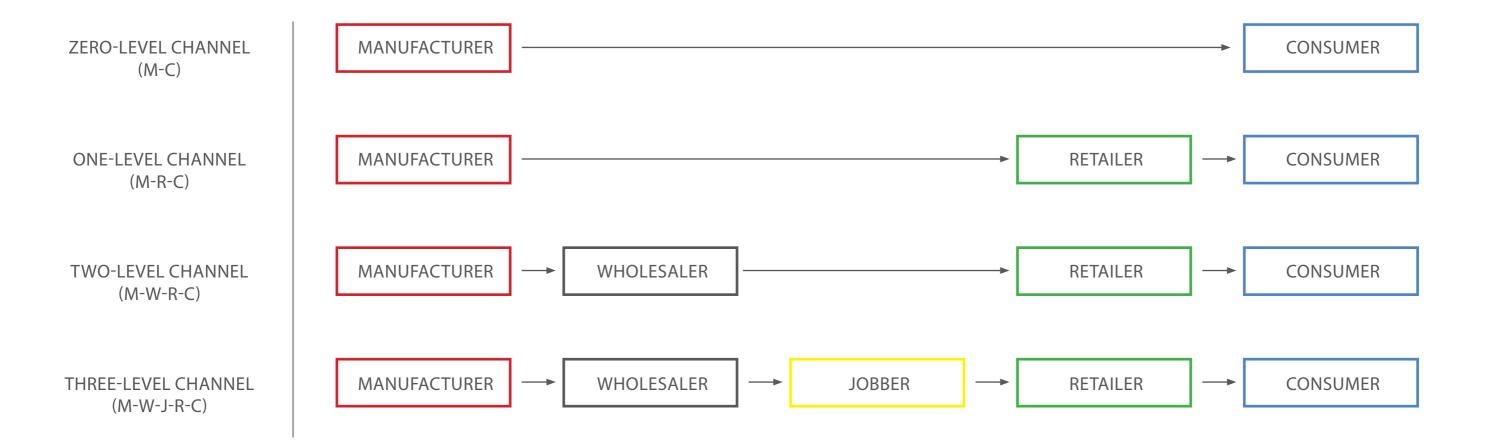
CONVENTIONAL AND VERTICAL

CONVENTIONAL

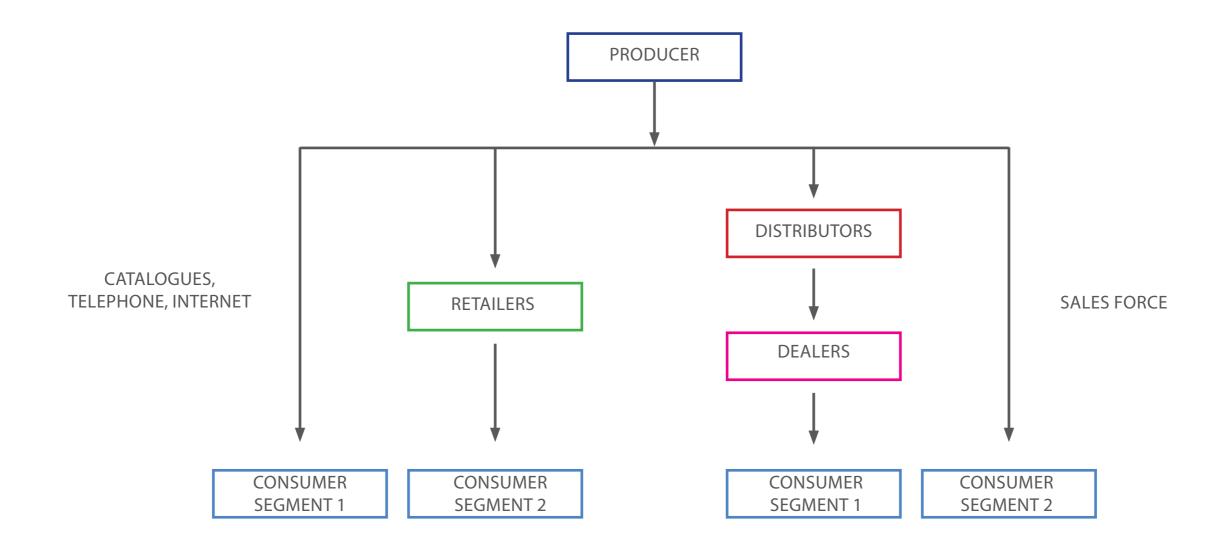
VERTICAL



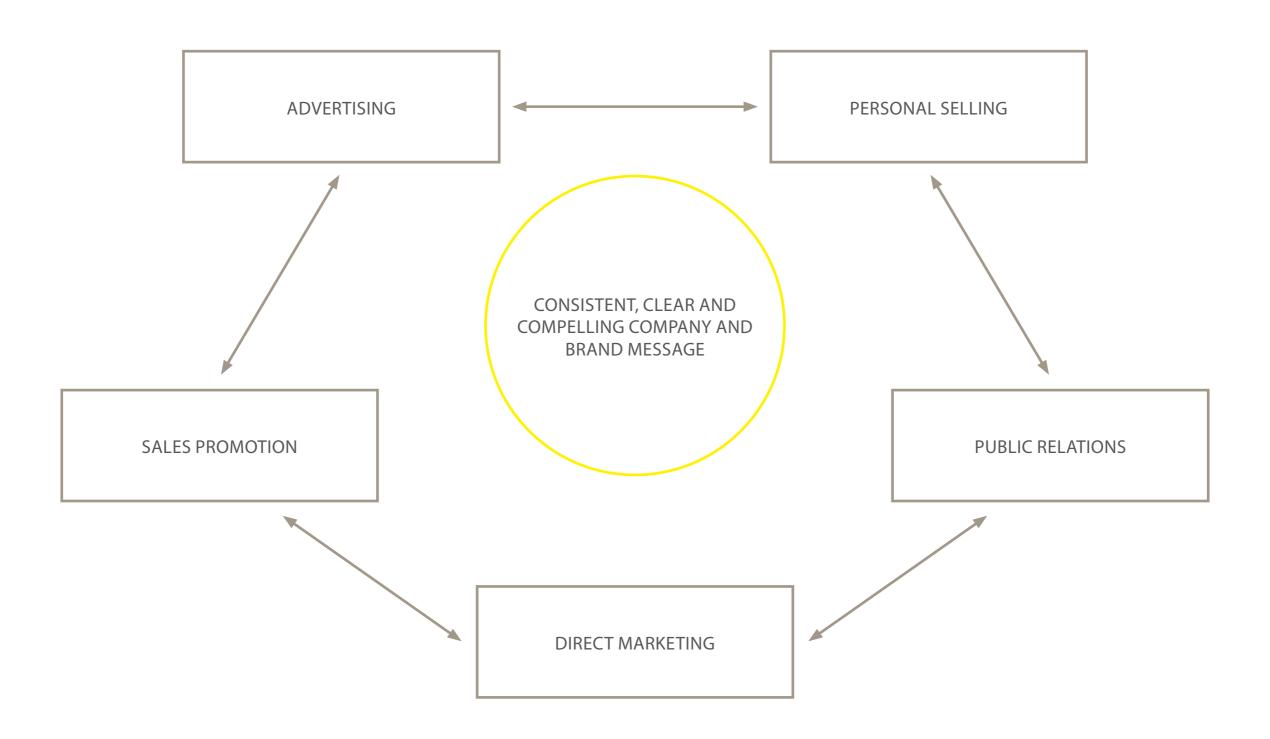




MULTICHANNEL DISTRIBUTION



INTEGRATED MARKETING COMMUNICATIONS



MARKETING AND SALES ANALYSIS

IN-CLASS CASE AND EXERCISE

TOM DIXON VERSUS MOOOI

previous data selection of TOM DIXON and MOOOI

- Analyze the two companies marketing
- Identify the company marketing strategies: compare and contrast
- Identify strengths and weaknesses: compare and contrast
- Be prepared to argument

COMPANY STRATEGY MARKETING AND SALES

COMPANY INTRODUCTION

TOM DIXON & MOOOI

TOM DIXON STORY



Lighting Furniture Accessories Blog

Home / About /

Tom Dixon Timeline

Established in 2002, Tom Dixon is a British design and manufacturing company of lighting and furniture. With a commitment to innovation and a mission to revive the British furniture industry, the brand is inspired by our nation's unique heritage. Tom Dixon launches new collections annually with products sold more than 60 countries.

1970s Disco & Motorbikes How it all started



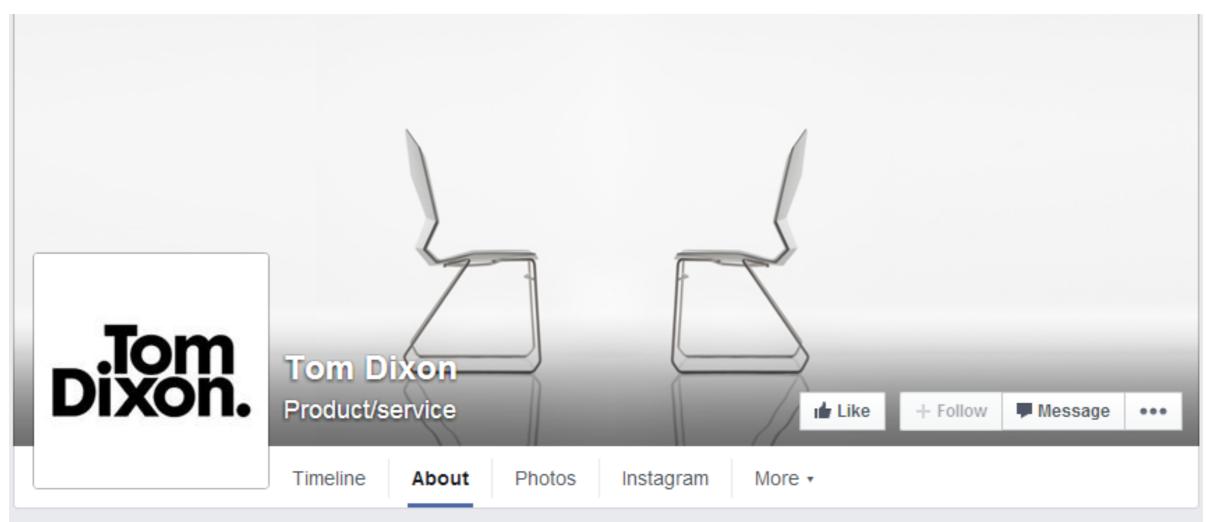
1980s Smash Hits Experimenting with metal



1987 S Chair



TOM DIXON MISSION



About

A British Lighting, Furniture and Accessories brand. Obsessed with honest materials, and a commitment to innovative design.

Mission

To Illuminate and Furnish the Future.

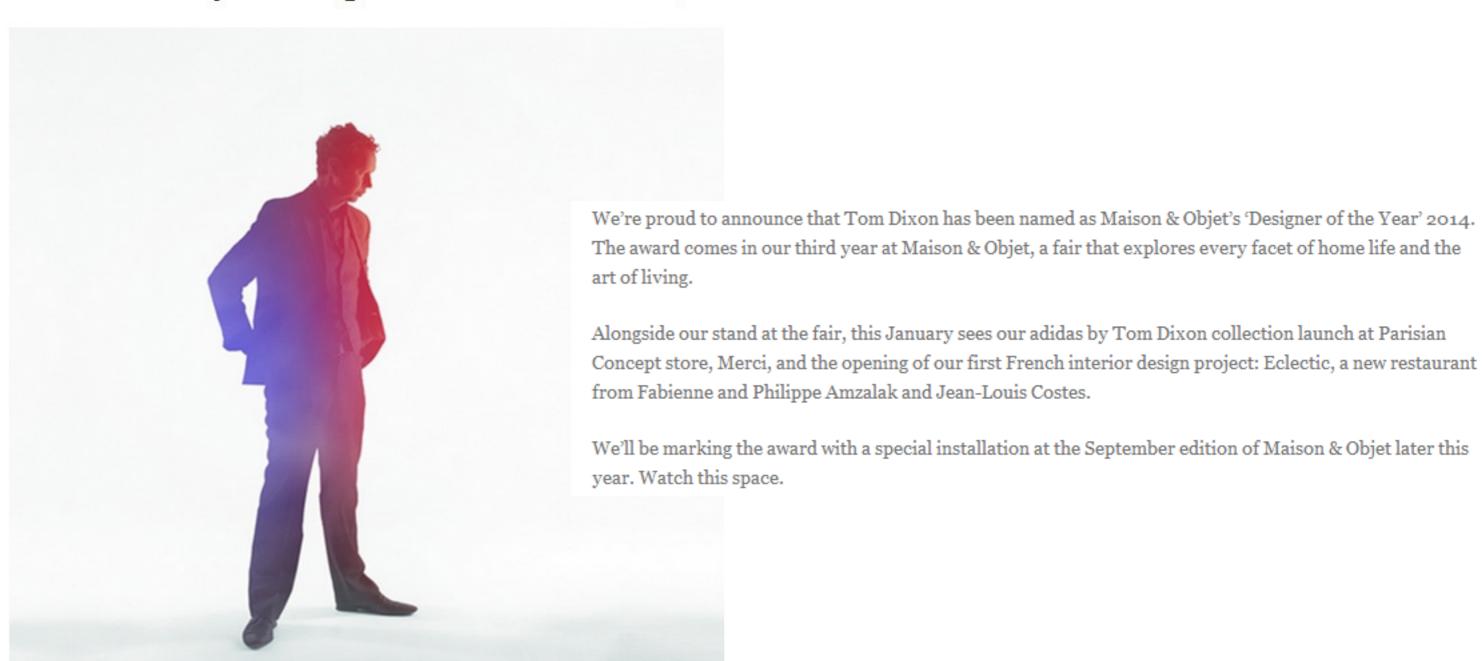
Company Overview

Tom Dixon is a leading British design brand whose distribution spans 65 countries. Established in 2002, the Tom Dixon brand is inspired by its unique British heritage, and launches lighting, furniture and accessories collections annually in Milan, New York, London and Paris.

TOM DIXON DESIGNER

iii 22 January 2014

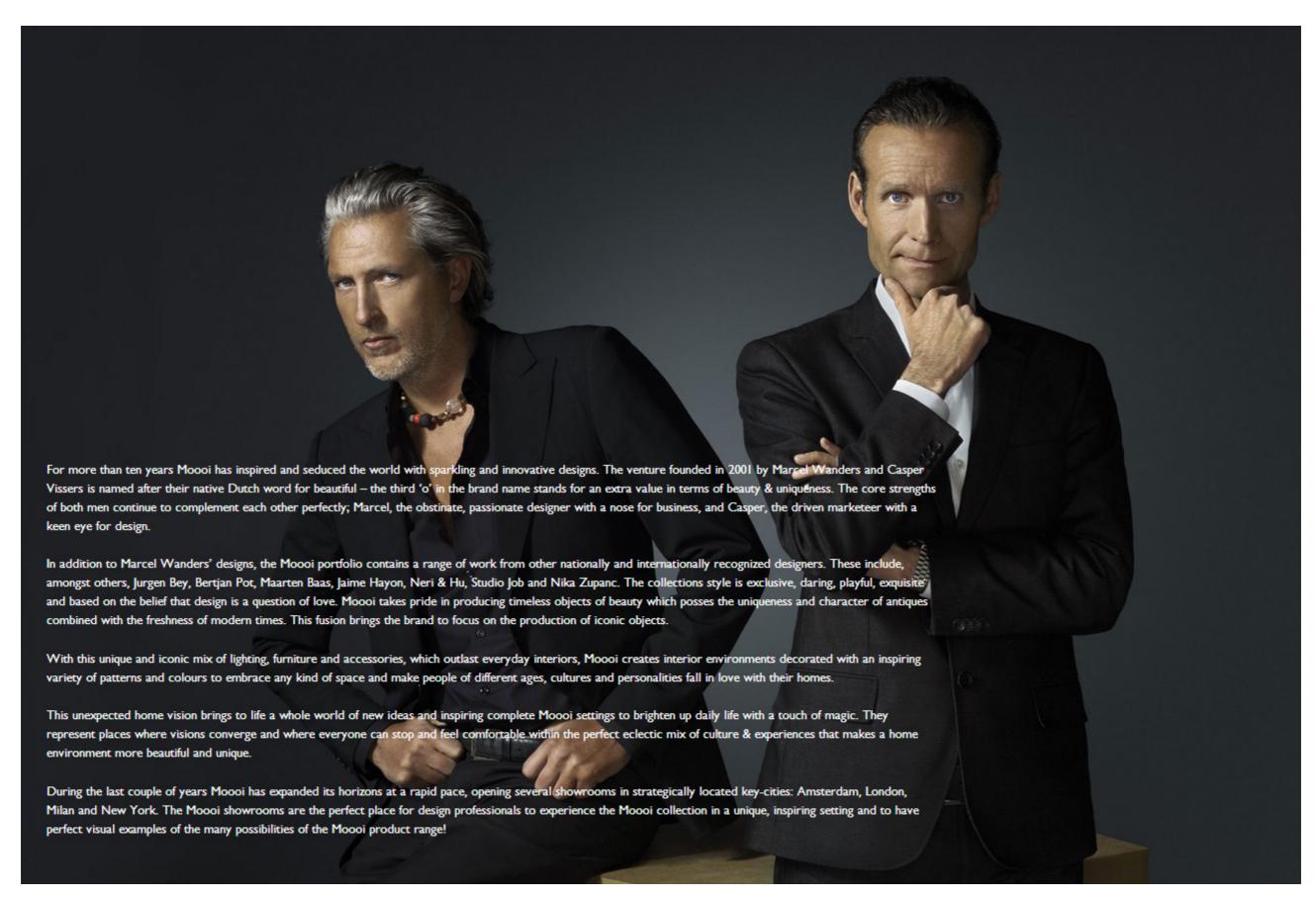
Maison & Objet 'Designer of the Year' 2014



TOM DIXON COLLECTION

LIGHTS				
TABLES				
CHAIRS				A
UPHOLSTERY	more colours	more colours	more colours	
ACCESSORIES				

MOOOI STORY

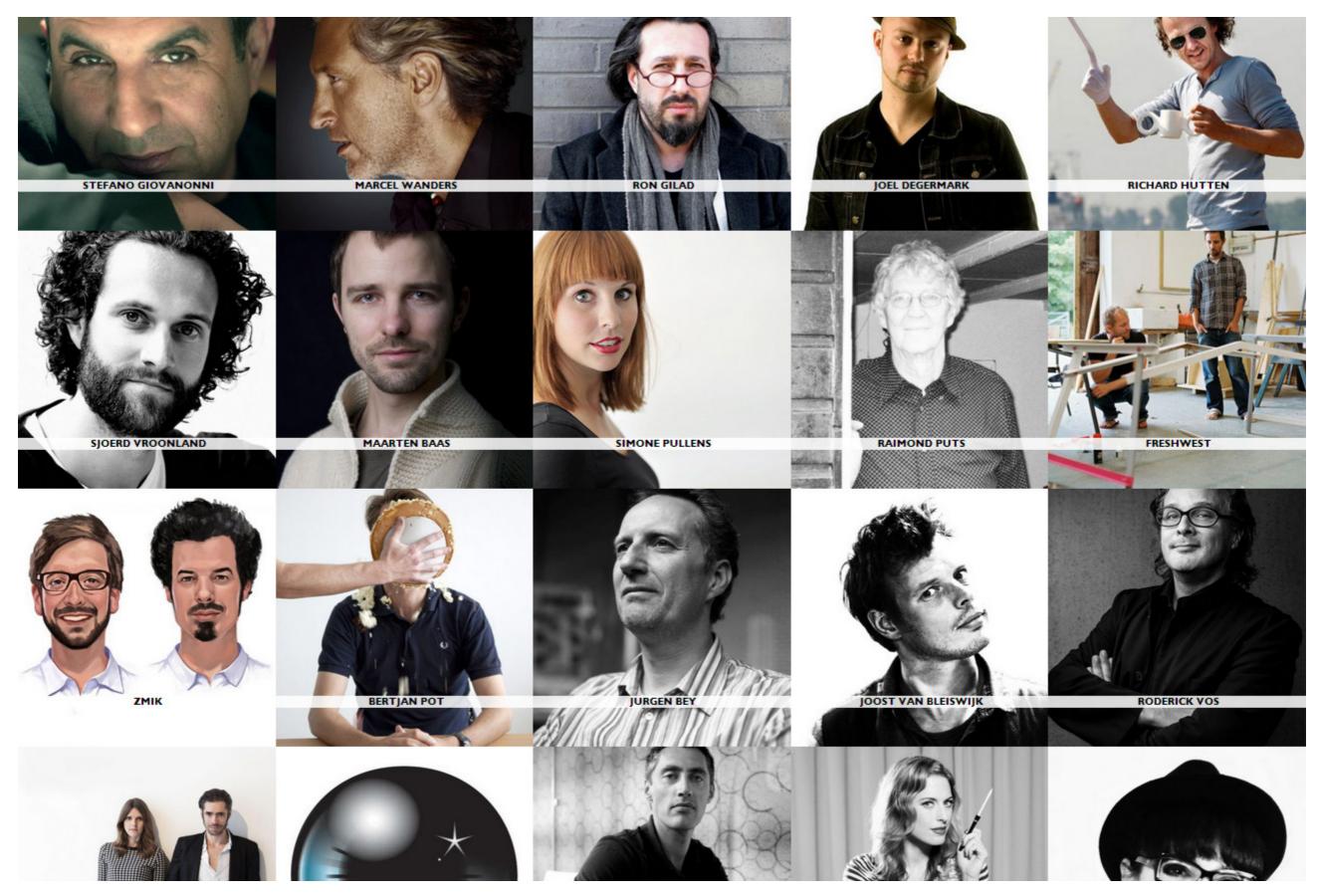


MOOOI MISSION

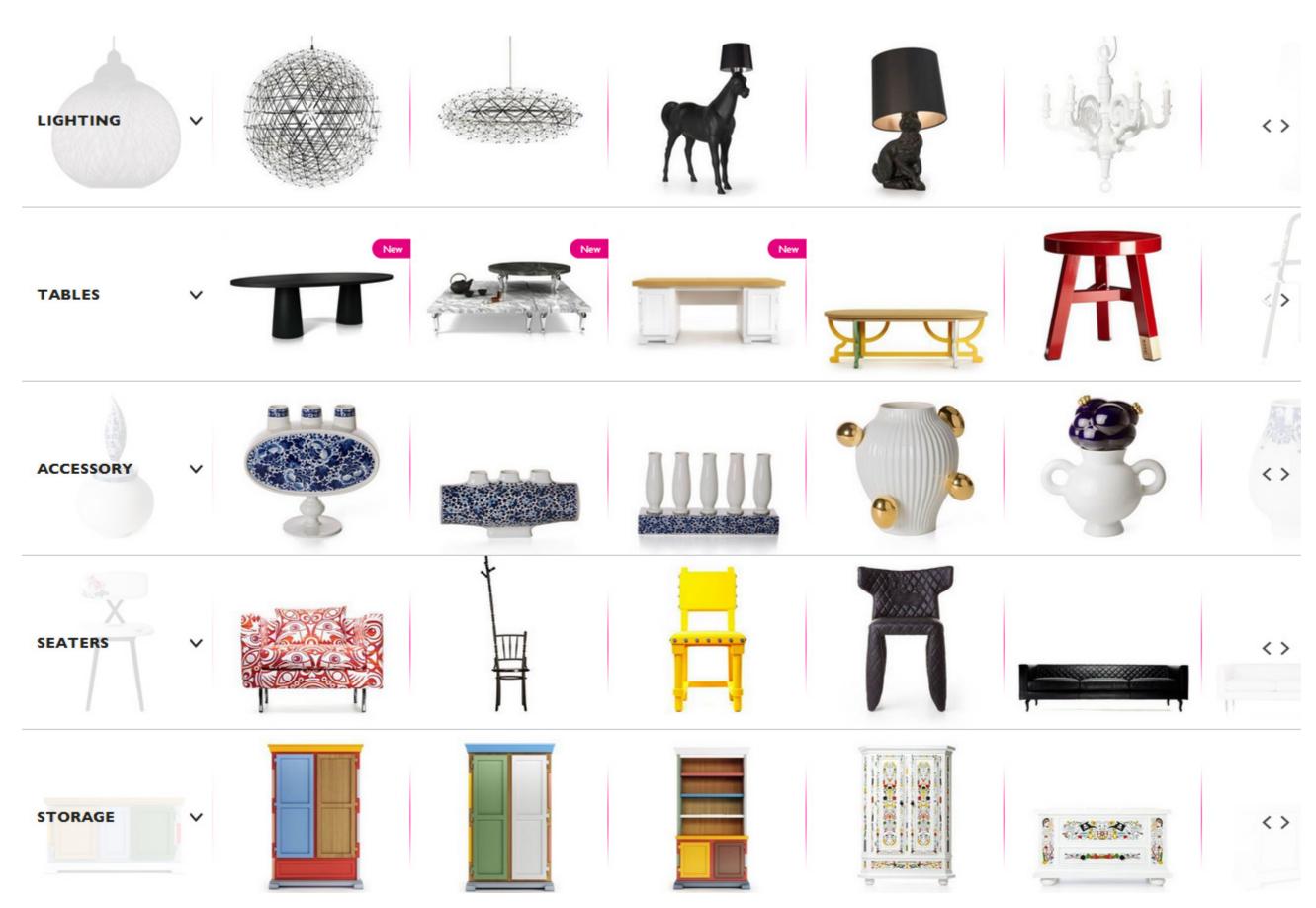
"Moooi leads the understanding of culture, human needs and technology. It contributes by creating the most successful innovative design-collection ever and creates unprecedented value and opportunity for its customers, employees, investors and partners. This is our challenge and vision and we ask you to hold us to it and help us realise it."



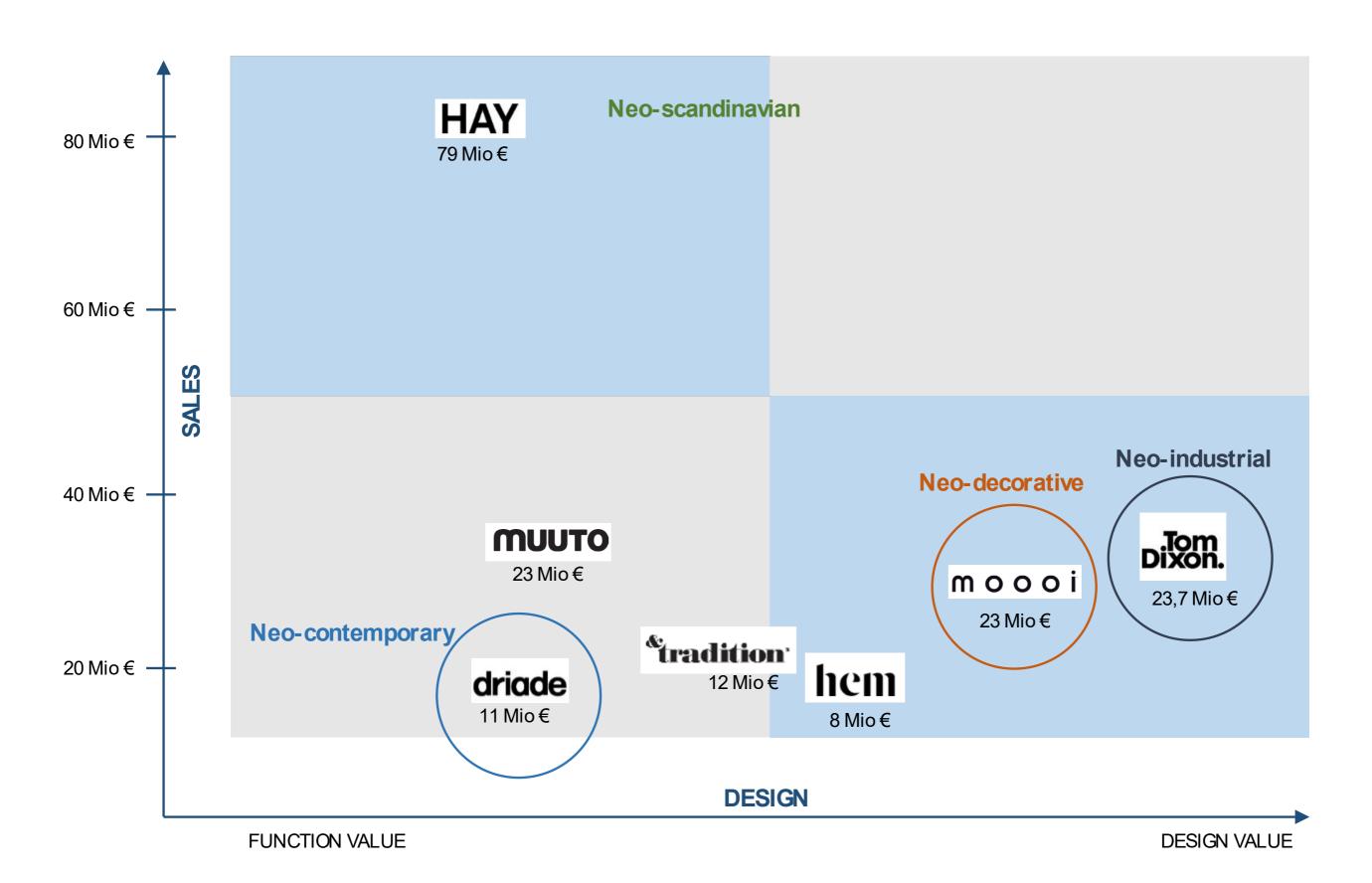
MOOOI DESIGNERS



MOOOI COLLECTION



COMPANY POSITIONING

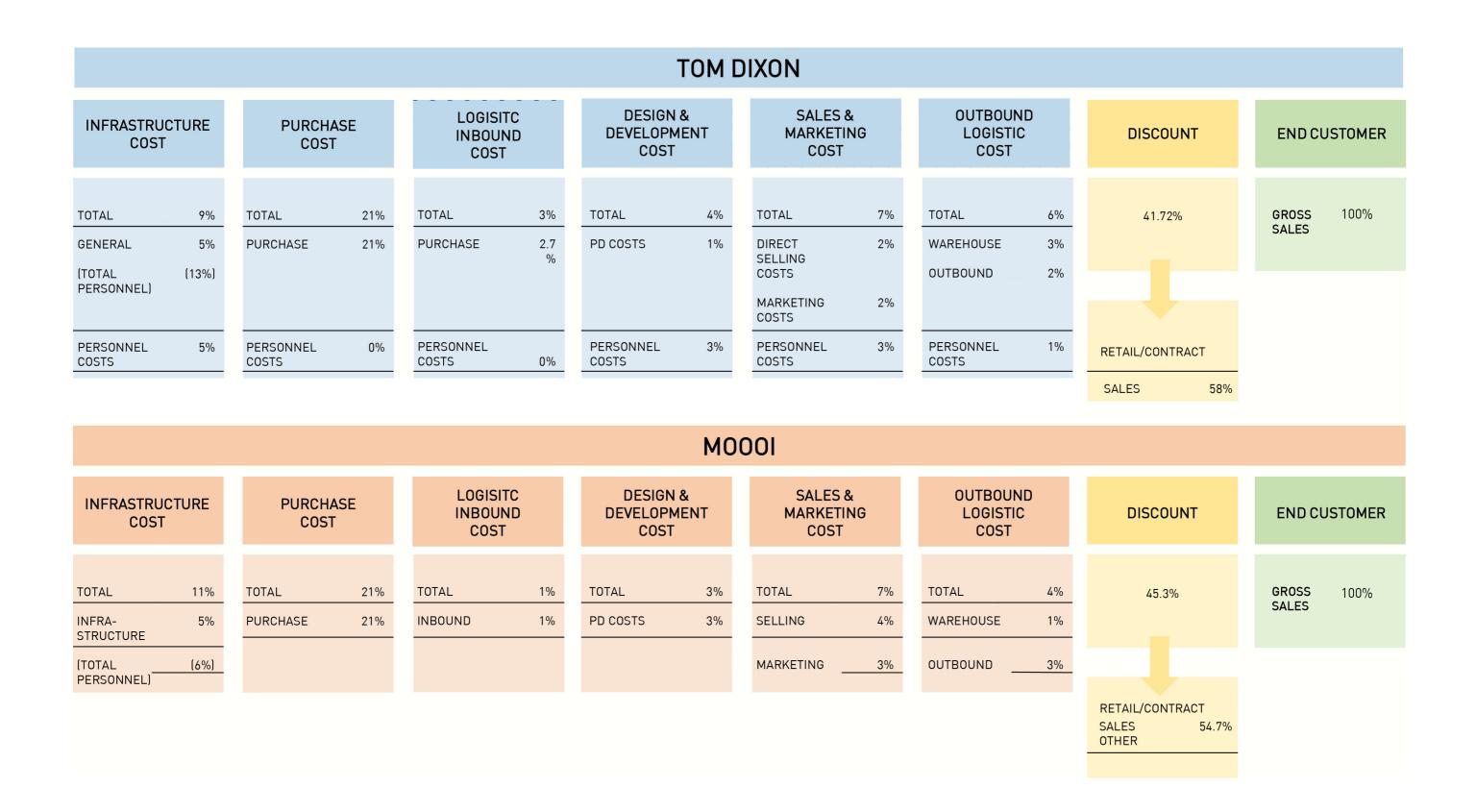


COMPANY BENCHMARK

moooi	Dixon.	MUUTO	HAY	^{&} tradition [,]	hem	driade
Unexpected welcome	Unique British Heritage	New Nordic	Celebrate Uncomplicated Design	Back to the future	Design made easy	Aesthetic Laboratory
Beauty & uniqueness	Commitment to Innovation	Give new perspectives	Meaningful & Sincere	Influence the design Climate of today	Unwind in comfort	The Art of Living
Design as a question of love	Extraordinary objects for everyday use	Good Design starts with the person	Classic design for a contemporary context	Create ground- breaking Icons of tomorrow	Originality Paired with Craftsmanship	Build atmosphere of Subtile Aestheticism

MARKETING ANALYSIS

VALUE CHAIN TOM DIXON VS. MOOOI



PRODUCT MIX



MARKETING ANALYSIS

PRODUCT MIX OF TOM DIXON AND MOOOI 2012

	TOM DIXON %	MOOOI %
Lighting	78	70
Furniture	13	
Upholstery	5	
Accessories	3	3
Deco	1	
Seaters	-	13
Storage	-	2
Tables	-	12
Total	100	100

ABC ANALYSIS



MARKETING ANALYSIS

PRODUCT MIX OF TOM DIXON AND MOOOI 2012

TOM DIXON PRODUCTS	TOM DIXON %	MOOOI MOOOI PRODUCTS %
Black Beat (L)	22	Raymond (L) 19
Copper (L)	15	Random (L) 19
Etch (L)	14	Container (T) 9
Base (L)	7	LSS (L) 8
White Beat (L)	4	Smoke (S) 6
Glass (L)	4	Paper (C) 6
Void (L)	4	Dear Ingo (L) 5
Wingback (U)	4	Non Random (L) 5

CREATIVITY



MARKETING ANALYSIS

CREATIVITY OF TOM DIXON AND MOOOI 2012

	TOM DIXON No. of Projects	TOM DIXON %	MOOOI No. Of Projects	MOOOI %
Evergreens	6	48	5	54
Salesbuilders	9	36	8	24
Icons	22	16	13	22
Total	37	100	26	100

INVESTMENT



MARKETING ANALYSIS

INVESTMENT OF TOM DIXON AND MOOOI 2012

	TOM DIXON %	MOOOI %
Marketing	46	25
Activities	10	14
Sales Tools	5	4
Websites	5	15
Fairs	15	20
Printed+Photo+Adv +PR+Events	10	16
Others	5	6
Total	100	100

	TOM DIXON %	MOOOI %
Trade/Architects	40	47
Sales Force	15	31
Consumers	45	15
Others	0	7
Total	100	100

CORSO DI LAUREA MAGISTRALE IN ECONOMIA AZIENDALE E MANAGEMENT

DESIGN MANAGEMENT

Lesson 6 - Part 2

- 1. YOU DO NOT DESIGN PRODUCTS IN A VACUUM.
 - 2. YOU DESIGN AROUND PEOPLE'S NEEDS.
- 3. MAKE SURE YOU UNDERSTAND COMPANY POSITIONING AND STRATEGY.
- 4. MAKE SURE YOU KNOW WHERE AND HOW TO SELL AND DISTRIBUTE YOUR PRODUCTS.

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SALES + MARKETING

COMPANY STRATEGY

POSITIONING ANALYSIS

MARKETING STRATEGY

PRODUCT PORTFOLIO ANALYSIS

SALES STRATEGY

DISTRIBUTION ANALYSIS

MARKETING AND SALES ANALYSIS

IN-CLASS CASE AND EXERCISE

TOM DIXON VERSUS MOOOI

previous data selection of TOM DIXON and MOOOI

- Analyze the two companies sales data
- Identify the company sales strategies: compare and contrast
- Identify strengths and weaknesses: compare and contrast
- Be prepared to argument

SALES ANALYSIS

DISTRIBUTION OVERLAPS

TOM DIXON

	2013						
Product Category	Sales %	No. of Customers	% of Customers	% of Orders			
Lighting	20%	496	46.2%	26%			
Furniture	1%	3	0.3%	1%			
Overlaps	78%	575	53.5%	74%			
Total	100%	1,074	100%	100%			

MOOOI

2013							
Product Category	Sales %	No. of Customers	% Customers	% Invoices			
Lighting only	17%	496	35%	16%			
Overlaps	83%	916	65%	84%			
Non-lighting							
Total	100%	1.412	100%	100%			

AREA MIX



SALES ANALYSIS

AREA MIX OF TOM DIXON AND MOOOI 2012

	TOM DIXON %	MOOOI %
Europe	70	70
UK	16	6
Scandinavia		
Asia	6	7
USA	6	17
Far East	2	0
Row		
Total	100	100

CHANNEL MIX



TOM DIXON

2013									
Channel	Sales %	No. of Customers %							
Agent	27%	53.54%							
Direct	53%	46.18%							
Distributor	20%	0.28%							
Total	100%	100%							

MOOOI

	2013	
Channel	% Sales	No. of Customers %
Agent	50%	57%
Direct Sales	42%	42%
Distributor	8%	1%
Total	100%	100%