

THE ART & SCIENCE OF MARKETING

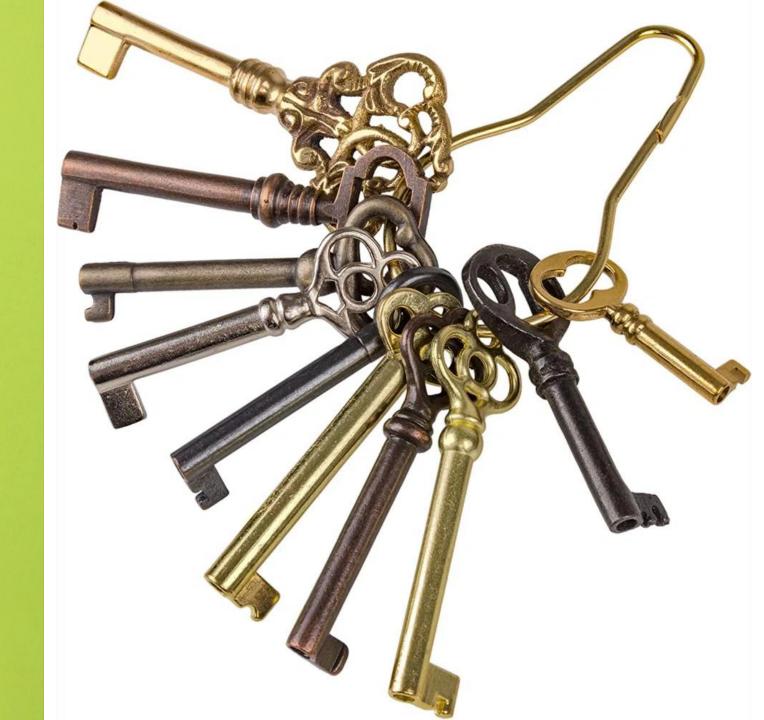




### 75-95% of new products fail



Key
Principles
For Stimuli



### Principle:

A concept is a question





"What's the best way to describe our brand's benefits?"



"Is that cool new packaging technology applicable to our brand?"



"Should we put our brand on a line of breath mints?"



NET WT. 14 OZ

KEEP FROZEN



"Do our users agree with our perceptions of their beliefs and values?"



"Is \$4.99 too much for a cup of mediocre gas station coffee?"



Rules and best practices for questions in market research



#### Be clear and specific

Ask one thing at a time

### Use the right terminology

Don't lead or suggest

### Principle:

Reactions to a stimulus are driven by

#### **EVERYTHING**

in it



#### Principle:

### Focus is essential

#### Eliminate unneces sary:

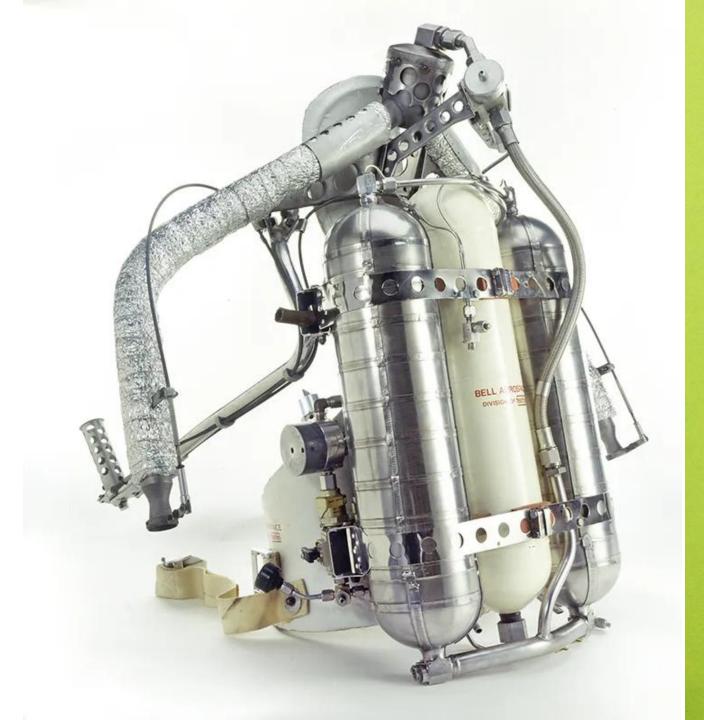
- Imagery
- Branding
- Persuasive language
- Price point

- Retail availability
- Varieties
- Usage description
- Etc.

## Avoid the 'kitchen sink' concept

- One benefit
- One (ok, maybe two) RTBs
- Minimize persuasive language
- Minimize usage descriptions



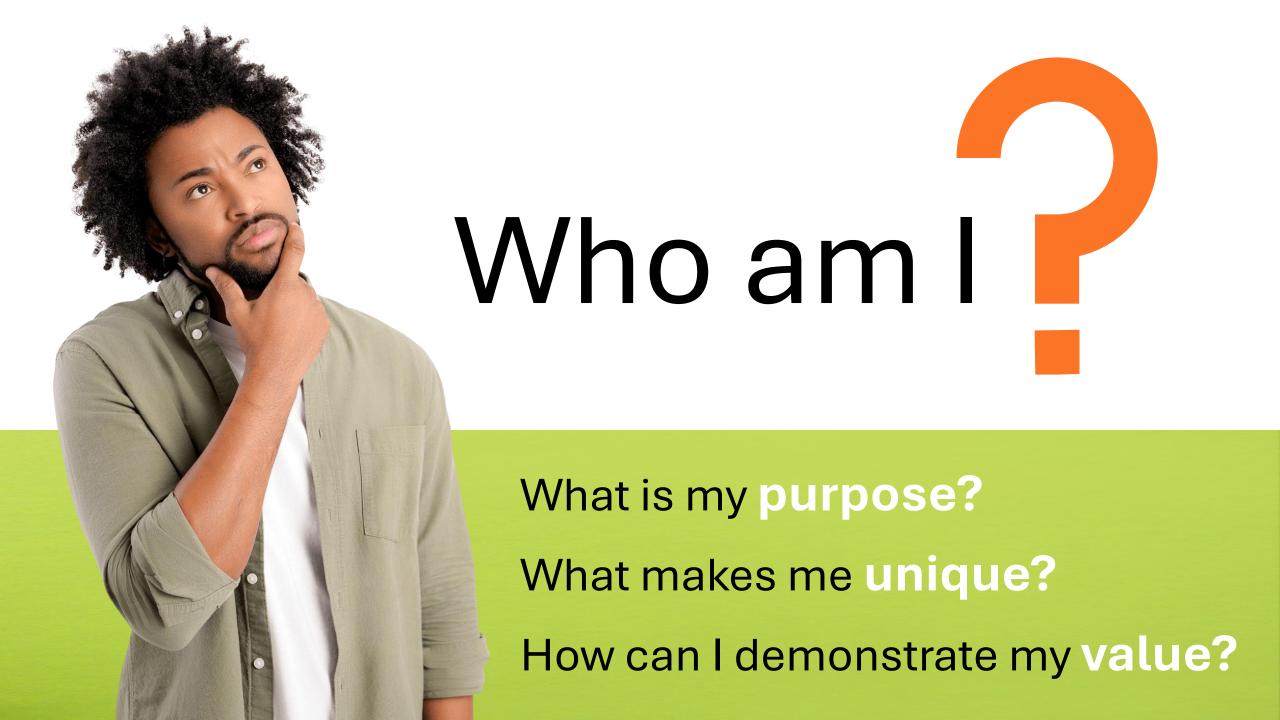


## Avoid the 'jetpack' concept

- Don't game the system
- Avoid unnecessarily bright colors, titillating images, trendy varieties, etc.

Do your homework!





# Your Homework: **Know These**

The Insight The Key Benefit The Reason to Believe

A good concept links these three together, and is linked to the research question



#### The Insight

- AKA "Accepted Common Belief"
- A need in the marketplace
- Should be derived from consumer research
- Can be stated in the first person ("I wish there was a product that delivered...")

#### The Key Benefit



- What our product or service does to help the consumer
- Must be linked to the insight
- The concept should focus on one key benefit



#### The RTB (Reason to Believe)

- How the product delivers the benefit gives credibility to the promise
- Can be ingredients, endorsement, lab test results, etc.

### Formula 1 Instant Nutritional Shake Mix Convenient, On-the-Go Nutrition

Insight

**Benefits** 

**Reasons to Believe** 

**Price/Key Information** 

**Image** 

I want to maintain a healthy, active lifestyle, but eating a nutritious meal on the run isn't easy.

Formula 1 Instant is a satisfying meal that's quick and easy to prepare (just add water and shake it up).

Formula 1 is specially formulated by Herbalife to provide an ideal balance of 20g protein, 24 vitamins and minerals and an excellent source of antioxidants to help satisfy your hunger and give you lasting energy.

The retail price of this product is \$43.75 for 30 servings.





#### Summary

### Do your homework!

Know your insight, key benefit, and RTB

 All 3 must be linked together and tied to research question

### Focus is essential

Remove extraneous information

Avoid the Kitchen Sink Concept

### Don't overpromise!



### Thank you







Charlie Grossman cgspeak@gmail.com 862.251.0174 Tom Rich tomr@thomasmrich.com 908.884.6217

### Thank you











