

This book is provided in digital form with the permission of the rightsholder as part of a Google project to make the world's books discoverable online.

The rightsholder has graciously given you the freedom to download all pages of this book. No additional commercial or other uses have been granted.

Please note that all copyrights remain reserved.

About Google Books

Google's mission is to organize the world's information and to make it universally accessible and useful. Google Books helps readers discover the world's books while helping authors and publishers reach new audiences. You can search through the full text of this book on the web at http://books.google.com/



Marketing Management

TEXT & CASES



Dr. C. B. Gutpa Dr. N. Rajan Nair

Sultan Chand & Sons

MARKETING MANAGEMENT

TEXT AND CASES

Eighty per cent of by interest trops 20 covered the market, it is therefore, important for you to know your market and remain focusied. That will invariably give your profits.

While when it is important to talk but more insperious is to listen. Then
we will know exactly what your circus wants, and be able to respond

thee vorte sold your product, it is important to follow up. That helps in

Bild Ram College of Commerce Read Marketing Management of

SULTAN CHAND & SONS

for about half a century, SULTAN CHAND & SONS have practised a collect of complete customer satisfaction and we are determined to name the india-wide reputation, borry earned for good educational ext-boots at reasonable pricesy denegorability and service.

To may rest assured that you can block by purchasing any of our

In the unlikely event that any of our publications does not come up to your expectations, for any reason whatspever, you may simply return it to us within letter days and be will be turned four managen full and

Educational Publishers

New Delhi

Five Marketing Mantras That Work Wonders

Know Your Product

To begin with, you must have thorough knowledge of your product and what you're hoping to sell. And more importantly, always know what your competitors are offering, so you can beat them.

Plan Your Moves

When meeting clients, plan every move to the smallest detail. Know your client's profile well and the sale strategy too should be well thought and planned out.

· Identify the Market

Eighty per cent of business comes from 20 per cent of the market. It is, therefore, important for you to know your market and remain focussed. That will invariably give your profits.

Listen and Learn

While selling, it is important to talk but more important is to listen. Then you will know exactly what your client wants, and be able to respond accordingly.

· Follow Up

Once you've sold your product, it is important to follow up. That helps in planning your strategy for the future.

Ashwani Nayar Director, Sales, Parkroyal

SULTAN CHAND & SONS **GUARANTEE**

For about half a century, SULTAN CHAND & SONS have practised a policy of complete customer satisfaction and we are determined to maintain the India-wide reputation thereby earned for good educational text-books at reasonable prices, dependability and service.

You may rest assured that you cannot lose by purchasing any of our publications.

In the unlikely event that any of our publications does not come up to your expectations, for any reason whatsoever, you may simply return it to us within seven days and we will refund your money in full and without question.

PUBLISHERS

ers

d what t your

w your ht and

It is, ussed.

Then spond

lps in

Nayar kroyal

ed a
l to
nal

our

irn ind

RS

MARKETING MANAGEMENT

TEXT & CASES

Dr. C.B. Gupta Ex-Head, Department of Commerce Shri Ram College of Commerce Delhi University, Delhi Dr. N. Rajan Nair Ex-Head Department of Rural Marketing Management Kerala Agricultural University, Kerala



SULTAN CHAND & SONS

Educational Publishers
New Delhi

SULTAN CHAND & SONS

Educational Publishers

23, Daryaganj, New Delhi-110 002

Phones: 23281876, 23243183, 23247051, 23266105, 23277843 E-mail: sultanchand74@yahoo.com; info@sultanchandandsons.com

Fax: 011-23266357; Website: www.sultanchandandsons.com

ISBN: 978-93-5161-121-9

Price : ₹ 400.00

First Edition: 1996

Nineteenth Thoroughly Revised and Enlarged Edition: 2018, Reprint 2019, 2020

EVERY GENUINE COPY OF THIS BOOK HAS A HOLOGRAM



In our endeavour to protect you against counterfeit/fake books, we have pasted a copper hologram over the cover of this book. The hologram displays the full visual image, unique 3D multi-level, multi-colour effects of our logo from different angles when tilted or properly illuminated under a single light source, such as 3D depth effect, kinetic effect, pearl effect, gradient effect, trailing effect, emboss effect, glitter effect, randomly sparking tiny dots, micro text, laser numbering, etc.

A fake hologram does not display all these effects.

Always ask the bookseller to put his stamp on the first page of this book.

All Rights Reserved: No part of this book, including its style and presentation, may be reproduced, stored in a retrieval system, or transmitted in any form or by any means—electronic, mechanical, photocopying, recording or otherwise without the prior written consent of the Publishers. Exclusive publication, promotion and distribution rights reserved with the Publishers.

Warning: The doing of an unauthorised act in relation to a copyright work may result in both civil claim for damages and criminal prosecution.

Special Note: Photocopy or Xeroxing of educational books without the written permission of Publishers is illegal and against Copyright Act.

General: While every effort has been made to present authentic information and avoid errors, the author and the publishers are not responsible for the consequences of any action taken on the basis of this book.

Limits of Liability/Disclaimer of Warranty: The publisher and the author make no representation or warranties with respect to the accuracy or completeness of the contents of this work and specifically disclaim all warranties, including without limitation warranties of fitness for a particular purpose. No warranty may be created or extended by sales or promotional materials. The advice and strategies contained herein may not be suitable for every situation. This work is sold with the understanding that the publisher is not engaged in rendering legal, accounting, or other professional services. If professional assistance is required, the services of a competent professional person should be sought. Neither the publisher nor the author shall be liable for damage arising herefrom.

Disclaimer: The publisher have taken all care to ensure highest standard of quality as regards typesetting, proofreading, accuracy of textual material, printing and binding. However, they accept no responsibility for any loss occasioned as a result of any misprint or mistake found in this publication.

presentship — Text and Cases

To the Nineteenth Thoroughly Revised Edition

We are grateful to our esteemed readers for using this book in large numbers. Their overwhelming response and appreciation has encouraged us to thoroughly revise and enlarge this book. We are now presenting the new edition before our esteemed readers.

The following topics have been added in the revised edition:

- How to avoid failure of a new product.
- · Five Cs of pricing.
- Elements of Public Relations.
- Steps in an ad campaign.
- Main elements in product positioning.
- · Importance of physical distribution.
- · Service Gap Model.

Some of the distinctive features of the book are as follows:

- Learning Objectives to give a bird's eyeview of the topics covered in each chapter.
- Lucid, concise and simple language.
- Real life illustrations from Indian industry.
- Liberal use of tables and diagrams to illustrate the text.
- Summary at the end of every chapter for quick revision.
- Case Study at the end of each chapter.
- Test Questions culled from examinations of various Universities and Business Schools.
- Select Bibliography for further study.

We sincerely believe that there is always scope for improvement. Therefore, we invite suggestions for further enriching the book.

Dr. C.B. GUPTA Dr. N. RAJAN NAIR

the cover of this rent angles when nt effect, trailing

reproduced, mechanical, Exclusive

in both civil

rmission of

d errors, the basis of this

presentation specifically purpose. No es contained he publisher assistance is sher nor the

y as regards y accept no blication.

Entrepreneurship — Text and Cases

Dr. C.B. GUPTA, M.Com., Ph.D., MMA Ex-Head, Department of Commerce Shri Ram College of Commerce University of Delhi, Delhi

Second Edition: 2017

Pages xvi + 430

ISBN: 978-93-5161-110-3

Price: ₹ 260

SALIENT FEATURES

- ☆ Chapter outline to indicate the contents of each chapter.
- → Full coverage of the prescribed syllabus.
- ☆ Examples from Indian industry.
- ☆ Tables and diagrams to illustrate the text.
- ☆ Summary for quick revision before the examination.
- ☆ Test Questions for self-test.
- ☆ Case studies and Project Reports.
- ☆ Lucid, simple and easy-to-understand language.

CONTENTS

- Unit I Introduction (Pp. 88): 1. Nature and Role of Entrepreneurship 2. Routes to Entrepreneurship 3. Creativity and Innovation 4. Dimensions of Entrepreneurship
- Unit II Types of Business Entities (Pp. 46): 5. Micro, Small and Medium Enterprises 6. Business Groups, Business Houses and Family Business
 7. Contemporary Role Models in Indian Business
- Unit III Entrepreneurial Sustainability (Pp. 72): 8. Institutions Assisting Entrepreneurs 9. Entrepreneurial Development in India 10. Business Incubators, Angel Investors, Venture Capital and Private Equity Funds
- Unit IV Business Plan Preparation (Pp. 52): 11. Sources and Techniques of Business Ideas 12. Feasibility Analysis 13. Business Plan
- Unit V Marshalling Resources (Pp. 112): 14. Financing the New Venture 15. Production and Operations Management 16. Marketing Issues in a New Venture 17. Building the New Venture Team 18. Forms of Ownership for New Venture 19. Growth and Transition of a Venture 20. Accounting and Financial Statements of a New Venture
- Unit VI Appendices (Pp. 60): I. Case Studies of Successful and Unsuccessful Entrepreneurs, II. Model Feasibility Reports, III. Bibliography

Brief Contents

₹ 260

Routes ons of

edium siness

sisting siness

ues of

enture a New or New ancial

essful

PAI	RT—I: INTRODUCTION (INDENTIFYING AND UNDERSTANDIN	NG THE MARKET)
1.	Nature, Scope and Importance of Marketing	MALESTER STREET
2.	Modern Marketing Concept	
3.	Marketing Environment and Marketing System	3.1 — 3.27
4.	Consumer or Buyer Behaviour	4.1 — 4.28
5.	Market Segmentation and Marketing Mix	5.1 — 5.33
6.	Marketing Research and Marketing Information System	
	PART—II: PRODUCT MIX (CREATING VALUE	E)
7.	Product Planning and Product Mix	7.3 — 7.48
8.	New Product Development	8.1 — 8.26
le yb	PART—III: PRICING (CAPTURING VALUE)	and editable editable Managedidal edita
9.	Price Mix	9.3—9.29
	PART—IV: DISTRIBUTION (DELIVERING VALUE	JE)
10.	Channels of Distribution	10.3 — 10.53
11.	Physical Distribution of Goods	11.1 — 11.22
ikim	colons, it starts with introduction and proceeds to product	
	PART—V: PROMOTION (COMMUNICATING VAL	UE)
12.	Promotion Mix	12.3 — 12.18
13.	Advertising	13.1 — 13.34
14.	Personal Selling	14.1 — 14.26
15.	Sales Promotion, Publicity and Public Relations	
allet A	PART—VI: MARKETING AND SOCIETY	GEBERATORIN VIRU
16.	Consumer Protection in India	16.3—16.18
17.	Marketing of Services	
18.	Rural Marketing	
	9	10.20

This is an indispensable authoritative and well written book on the subject contains several distinctive features.

This book has been written in simple language and has included lucid explanations of questions culled from examinations of various universities and business schools. It has systematic arrangement and analytical presentation. It contains several topics of contemporary interest, *e.g.*, Relationship marketing, Social marketing, Rural marketing, Marketing of services, Strategic marketing, Online marketing and so on. The learning objectives in the beginning of every chapter provide bird's eyeview of the contents.

The tables and diagrams are extensively used to illustrate the text. The case study at the end of every chapter is more useful to the students. It is extremely useful to the students community.

- Hindecon, July 2010

This is the Eleventh revised edition of the book which has been written in simple language and has included lucid explanation of questions culled from examinations of various universities and business schools.

Divided into six sections, it starts with introduction and proceeds to product mix, pricing, distribution, promotion, and marketing and society in that order. Each section has been further divided into specific topics and has thus presented 20 chapters in all.

What is more, it has included examples from Indian industry to explain the application of basic concepts and techniques.

— FACTS FOR YOU, July, 2010

A very well laid out book written in simple, concise and conversational language which is easily understandable. The topics are dealt with in the most scientific way to the point description. The tables and diagrams are supporting the script. The best part of the book is the example narrated to explain the basic concepts and techniques and their application. A good reading for MBA students.

- Management Today, Feb. 2009

Contents

-19.20

-20.32

_A.30

—A.32

-A.38

ns several

chools. It topics of narketing, learning

ents. e study at

ful to the July 2010

e language of various

educt mix, ch section ters in all.

July, 2010

pplication

e which is the point of the book pplication.

Feb. 2009

Contents

PART-I: INTRODUCTION (IDENTIFYING AND UNDERSTANDING THE MARKET)

1.	Nature	, Scope and Importance of Marketing	1.3 - 1.27
	1.1	Key Concept in Marketing	1.4
	1.2	Meaning of Marketing—Micro and Macro	
	1.3	Nature of Marketing	
	1.4	Importance of Marketing (Role of Marketing in Business)	
	1.5	Marketing and Economic Development	
	1.6	Functions of Marketing	
	1.7	Scope of Marketing	
	1.8	Process of Marketing Management	
	1.9	Inter-relationship between Marketing and Other Functional Area	ıs 1.17
	1.10	Organising the Marketing Function	1.20
	8.4	• Summary	1.23
		Test Questions	1.23
		Case Study	1.24
2.	Moder	n Marketing Concept	2.1 - 2.20
	2.1	Approaches to the Study of Marketing	2.2
	2.2	Evolution of Marketing Concept	2.4
	2.3	Changing Concepts or Philosophies of Marketing	2.6
	2.4	Modern Marketing Concept—Features and Importance	2.9
	2.5	Distinction between Marketing and Selling	2.13
	2.6		2.15
		• Summary	2.18
		Test Questions	2.18
		Case Study	2.19
2	Marke	ting Environment and Marketing System	3.1 - 3.27
٥.	3.1	Micro-Environment	3.2
	3.2	Controllable and Uncontrollable Forces	3.5
	3.3	Macro-Environment	3.7
	3.4	Competitive Environment and Strategy	3.16
	3.5	Environmental Scanning and Analysis	3.18
	3.6	Mapping the Marketing Environment	3.19
	3.7	Marketing Audit	3.19
	3.8	Marketing System	3.21
	3.0	Summary	3.23
		Test Questions	3.23
		Case Study	3.25
4.	Const	ımer or Buyer Behaviour	.4.1 - 4.28
	4.1	Need for Understanding Consumer Behaviour	4.3
	4.2		4.3

			Λ
	7.4	Product Planning	7 10
	7.5	Significance of Product Planning Product Objectives and Policies	7.12
	7.6	Product Objectives and Policies	7 19
	7.7	1 roduct wix and factors affecting it	71/
	7.8	Froduct wix Strategies: Trading Up and Down	7 1 5
	7.9	Product Standardisation and Simplification	7 18
	7.10	Product Identification	7.10
	7.11	Branding	7 10
	7.12	Packaging	7.30
	7.13	Labelling	7 35
	7.14	Product Positioning	7 36
	7.15	Atter-sale Service	7 / 1
		• Summary	7.49
		rest guestions	7 19
		Case Study	7 44
		entite from the first fill the first fill the fi	
8.	New P	2 date Descriptifett	_ 2 26
	8.1	Meaning of Product Development	2 2
	8.2	Steps in New Product Development	8.4
	8.3	wai keting myopia	QQ
	8.4	Product Life Cycle (PLC)	9.0
	8.5	Product Management—Why Products Fail?	Q 14
	8.6	Production Differentiation	Q 16
	8.7	Product Deletion	0.10
	8.8	New Product Adoption and Diffusion	8 20
	Marie Land	• Summary	9 22
		• Test Questions	8 22
		Case Study	8.25
01.	Maldy 2	PART-III: PRICING (CAPTURING VALUE)	
9.	Price 1	Mix	0.20
	9.1	Significance of Price in Marketing	- 3.23
	9.2	Factors Affecting Price of a Product	9.5
	9.3	Pricing Objectives	0.0
	9.4	Pricing Policies and Methods	0.10
	9.5	Factors Influencing Pricing Decisions	0.12
	9.6	Kinds of Pricing Decisions	0.15
	9.7	Pricing of New Products	0.10
	9.8	Special Problems in Pricing	0.10
	9.9	Resale Price Maintenance	0.01
	9.10	Price Discrimination (Differential Pricing)	0.00
		• Summary	0.00
		Test Questions	9.23
		Case Study	9.23
	PAF	RT-IV: DISTRIBUTION (DELIVERYING VALUE)	19.17
10.	and distant	els of Distribution 10.3 —	10.52
	10.1	Meaning of Channel of Distribution	10.00

	10.2	Post and of Bibli ibution Chainleis	10
	10.3	Selection of Distribution Channels	10 1
	10.4		1/11
	10.5	Distribution Policies and Strategies	100
	10.6	wholesaler—runction and Services	100
	10.7	Retailers—Functions, Services and Types	103
	10.8	Chamel Wanagement Decisions	10.4
	10.9	Chainler Connict Management	10.4
		• Summary	10.4
		e lest guestions	10.4
		· Case Study	10 5
11	mt	cal Distribution of Goods	
11.	Physic	cal Distribution of Goods 11	.1 - 11.2
	11.1	Concept of Physical Distribution/Marketing Logistics/	
	110	DUDUIV CHAID Management	11.
	11.2	Objectives of Physical Distribution	11
	11.3	Transportation—Functions and Methods	11
	11.4	warehousing—Functions and Types	111
	11.5	mventory management	111
	11.6	Order Processing	111
		Summary	119
		rest guestions	11 2
		Case Study	
12.	Promo	otion Mix 12	.3 — 12.18
	12.1	Meaning of Promotion	19
	12.2	Promotion Strategies (Push and Pull Strategies)	19
	12.3	Objectives of Promotion	12.
	12.4	Kinds of Promotion	121
	12.5	Approaches to Promotion	191
	12.6	Methods of Promotion [Promotion Mix]	12.10
	12.7	Promotional Planning	12 1
	12.8	ractors Affecting Promotion Mix	12.1:
		• Summary	12.14
		• Test Questions	12.1
		Case Study	12.16
13.	Adver	tising 13	0
0.0	13.1	Meaning of Advertising	1 - 13.34
	13.2	Meaning of Advertising	13.2
	13.3	Objectives of Advertising	13.2
	13.4	Kinds of Advertising	13.3
	13.5	Significance of Advertising (Is Advertising Necessary)	13.5
	13.6	Criticism of Advertising (Is Advertising Necessary?).	13.7
	13.7	Legal Restrictions on Sales Promotion and Advertising in India	13.8
	13.8	Scientific Advertising	13.8
	13.9	Characteristics of an Effective Advertisement	13.9
	13.10	Different Media of Advertising	13.12
	10.10	Choice of Advernance Media	1910

		To the control of the	
	13.11	Advertising Agency	13 10
	13.12	Advertising Management	13.19
		Advertising Management Summary Test Questions	13 20
		rest guestions	13 29
		Case Study	13.32
14.	Person		
	14.1	nal Selling	14.1 — 14.26
	14.2	Meaning of Personal Selling	14.2
	14.3	Kinds of Salesmanship	14.3
	14.3	Winds of Colors and Selling	14.4
		Kinds of Salesmen Personal Selling Process Sales Management	14.8
	14.5	Personal Selling Process	14.9
	14.6	Sales Management	14.11
	14.7	Selection and Rechainment of Sales Force	14 11
	14.8	Training of Sales Personnel Controlling Salesmen	14.14
	14.9	Controlling Salesmen	14.16
	14.10	Remunerating Salesmen	14.20
	14.11	Motivating Sales Force	14.20
		• Summary	1401
		• Test Questions	14 21
		Case Study	14.23
1=	0-1	Inture of Strategic Markeling and accommendation of the	
15.	Sales .	Promotion, Publicity and Public Relations	15.1 - 15.16
	15.1	Meaning of Sales Promotion	15.2
	15.2	Functions and Importance of Sales Promotion	15.3
	15.3	Reasons for Increasing Use of Sales Promotion	15.4
	15.4	Methods (Levels) of Sales Promotion	15.5
	15.5	Problems in Sales Promotion	15.11
	15.6	Publicity	15.12
	15.7	Public Relations	15.12
		• Summary	15.14
		Test Questions	15.14
		Case Study	15.15
		PART-VI: MARKETING AND SOCIETY	
16.	Consu	ımer Protection in India	16.3 - 16.18
	16.1	Need for Consumer Protection	16.4
	16.2	Measures for Consumer Protection	16.6
	16.3	Consumerism—Evolution, Meaning, Approaches	
	16.4	Laws to Protect Interests of Consumers	16.8
	16.5	The Consumer Protection Act, 1986	
		• Summary	
		Test Questions	16.16
		Case Study	
17.	Marka	eting of Services	171 1700
4.4.		eting of Services	17.1-17.22
	17.1	Concept of Service	
	11.2	Characteristics of Services	173

Books for B.Com. and B.B.M. / **B.B.A.** / **B.B.S.** of All Indian Universities **Diploma in Commercial Practice** of various Polytechnics

	nag		

Y.K. Bhushan Fundamentals of Business Organisation & Management

C.B. Gupta Business Organisation & Management

Dinkar Pagare Business Organisation & Management

Dinkar Pagare Business Management

C.B. Gupta Business Management

C.B. Gupta Management Theory & Practice

L.M. Prasad Principles and Practice of Management

Rajan Nair Marketing

C.B. Gupta & Rajan Nair Marketing Management

D.D. Sharma Marketing Research

P.C. Tripathi Personnel Management and Industrial Relations

C.B. Gupta Human Resource Management

L.M. Prasad Human Resource Management

L.M. Prasad Organizational Behaviour

R.P. Rustagi Basic Financial Management

S.N. Maheshwari Basic Financial Management

L.M. Prasad Strategic Management

P.K. Ghosh Strategic Planning & Management

Rajendra Pal and Korlahalli Essentials of Business Communication

P.C. Tripathi Human Resource Development

Accounting

S.V. Srinivasa Vallabhan Computer Applications in Business

R.L. Gupta & V.K. Gupta Principles and Practice of Accountancy

R.L. Gupta & M. Advanced Accountancy, Volumes I & II Radhaswamy

R.L. Gupta & M. Corporate Accounting Radhaswamy

S.P. Iyenger Cost Accounting

S.N. Maheshwari Principles of Management Accounting

V.K. Saxena & C.D. Vashist Cost Accounting

Dinkar Pagare Principles & Practice of Auditing

Quantitative Techniques

D.C. Sancheti & V.K. Kapoor Business Mathematics

D.C. Sancheti & V.K. Kapoor Statistics

S.P. Gupta Statistical Methods

S.P. Gupta & M.P. Gupta Business Statistics
S.P. Gupta, Man Mohan Business Statistics &

& P.K. Gupta Operations Research

V.K. Kapoor Operations Research

Law

N.D. Kapoor Elements of Mercantile Law

N.D. Kapoor Elements of Company Law

N.D. Kapoor Elements of Industrial Law

N.D. Kapoor Company Law & Secretarial Practice

N.D. Kapoor Business Law (AP, Telangana University)

N.D. Kapoor Business Law (Madras University)

N.D. Kapoor Business Law, B.Com. (Hons.), and BBA, BBS & BBM as per IP University

N.D. Kapoor Business Law B.Com (H) & SOL (Sem.-I), Delhi University

P.C. Tripathi, C.B. Gupta Industrial Relations & Labour Laws

ND Kapoor

G.K. Kapoor & Corporate Law, B.Com. (Hons.), DU

Sanjay Dhamija

G.K. Kapoor & Business Laws, B.Com.

Sanjay Dhamija (All Indian Universities)

G.K. Kapoor & Business Laws, BBA, BBS & BBM

Sanjay Dhamija (As per IP University)

P.N. Varshney Banking Law and Practice

Joseph Anbarasu & Financial Services
Boominathan

Economics

K.P.M. Sundharam Economic Analysis

R.L. Varshney & Managerial Economics

K.L. Maheshwari

P.L. Mehta Managerial Economics

Sundharam & Varshney Banking Theory, Law & Practice

I.C. Dhingra Indian Economy (Madras University)

I.C. Dhingra The Indian Economy: Environment & Policy

I.C. Dhingra Concise Indian Economy

C. Jeevanadam, International Economics
Dr. M. Victor Louis Anthuvan

K.N. Kalyani, N. Padma & Dr. Hemayathi Sekar

Taxation

V. Balachandran Goods & Service Tax (GST) &
Custom Law (as per CBCS Syllabus)

V. Balachandran Indirect Taxation

Preeti Rani Mittal & Income Tax - Law & Practice

Anshika Bansal

Dinkar Pagare Business Taxation - Indirect Taxation



Sultan Chand & Sons

Publishers of Standard Educational Textbooks

23 Darvagani, New Delhi-110002

Phones: 23243183, 23247051, 23277843, 23281876, 23266105

Email: sultanchand74@yahoo.com, info@sultanchandandsons.com

Fax: 011-23266357; Website: www.sultanchandandsons.com

ISBN 93-5161-121-3



TC-187